IN THE SUPREME COURT OF NEVADA

EDGEWORTH FAMILY TRUST; AND AMERICAN GRATING, LLC,

Appellants,

vs.

DANIEL S. SIMON; THE LAW OFFICE OF DANIEL S. SIMON, Respondents. Electronically Filed Oct 04 2022 05:40 p.m. Elizabeth A. Brown Clerk of Supreme Court

Supreme Court Case No. 83258 Consolidated with 83260

Dist. Ct. Case No. A-18-767242-C Consolidated with A-16-738444-C

PETITION FOR REHEARING RE SEPTEMBER 16, 2022 ORDER VACATING AND REMANDING

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RULE 26.1 DISCLOSURE

The undersigned counsel of record certifies that the following are persons and entities as described in Nev. R. App. P. 26.1(a) that must be disclosed. These representations are made to enable the Justices of this Court to evaluate possible disqualification or recusal.

Edgeworth Family Trust is a trust formed under the laws of the State of Nevada. American Grating, LLC, is a Limited Liability Company formed under the laws of the State of the Nevada. American Grating, LLC is wholly owned by Brian Edgeworth and Angela Edgeworth, who are also the Trustees of the Edgeworth Family Trust. These Appellants were represented in the district court by the law firm of Vannah & Vannah, Messner Reeves LLP and Morris Law Group. These Appellants are represented in this appeal by Steve Morris, Rosa Solis-Rainey of Morris Law Group.

MORRIS LAW GROUP

By: <u>/s/ STEVE MORRIS</u>

Steve Morris, Bar No. 1530 Rosa Solis-Rainey, Bar No 7921 801 S. Rancho Dr., Ste. B4 Las Vegas, NV 89106

Attorneys for Edgeworth Appellants

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Restatement (Third) of the Law Governing Lawyers § 39 cmt. b (2000)9

I. INTRODUCTION

On September 16, 2022, this Court entered two orders regarding this same case. The first granted in part, and denied in part the Edgeworths' Petition for a Writ of Mandamus. Case No. 84159. The second order, which is the subject of this petition for rehearing, vacated and remanded this case for the district court, **again**, to explain the basis and reasonableness of the quantum meruit award she entered based only on Simon's post-discharge work.

Rehearing is warranted because the Court misapprehended the Edgeworths request that the Court determine the reasonable value of the post-judgment services **based on the established record facts**, and how the district court used Simon's superbill; and the **limited** way in which the district court found it unreliable, which does not implicate the time Simon says he expended on post-discharge work.

The need for rehearing is even more urgent after the latest premature order entered by the district court, which still does not follow this Court's instruction. It is fundamentally unfair to require the Edgeworths to bear the cost and delay of yet another appeal because the district court just will not obey the two mandates of this Court. This is especially so in light of

the fact that the Court declined to entertain the portion of the Edgeworths writ in Case No. 84159 that sought relief from the district court's order giving Simon cover in his so-far successful efforts to deprive the Edgeworths from use of over \$1.5 million of the settlement proceeds – their money – that is not legitimately at issue while these appeals run their course.

As it did after the first appeal, the district court prematurely entered an order, attached hereto as Exhibit A (the rogue order), wherein it cut and pasted the prior insufficient order and made minor language changes in it to suggest compliance with the Court's mandate. The rogue order, however, repeats the same reasonableness analysis for awarding Simon \$200,000 in quantum meruit for nominal *post-discharge* work that this Court has twice told her was incorrect because it attempts to justify the reasonableness of the quantum meruit award based on *pre-discharge* work.

II. STANDARD FOR REHEARING

Pursuant to Nevada Rule of Appellate Procedure 40, a request for rehearing is appropriate where the "petitioner believes the court has overlooked or misapprehended" a "material fact" or a "material question of law," or "overlooked, misapplied or failed to consider controlling authority." Rehearing is also appropriate "in such other circumstances as will promote substantial justice." *In re Dunleavy*, 104 Nev. 784, 786, 769 P.2d 1271, 1272 (1988). "Substantial justice" is especially relevant in this case: despite two appeals, the district court's most recent rogue order demonstrates that the district court judge is unwilling or unable to comply with this Court's mandate. *See Bahena v. Goodyear Tire & Rubber Co.*, 126 Nev. 606, 609, 245 P.3d 1182, 1184 (2010) (recognizing that rehearing is appropriate when necessary to promote substantial justice).

III. ARGUMENT

A. The Edgeworths' Request that the Court Award Simon the Reasonable Value of the Services Based on the Record Facts Does Not Involve Fact-Finding.

The Court's September 16, 2022 Order correctly pointed out that the district court failed to follow the Court's mandate from the first appeal with respect to the quantum meruit award. Case Nos. 83258/83260, September 16, 2022 Order at 2. In the (second) appeal, the Edgeworths asked the Court to award Simon the reasonable value of the 71.10 hours he detailed as his post-discharge services, which is not in dispute and is the only evidence he

offered of his post-discharge work. AA0694.¹ This Court's order in the first appeal recognized that "[although there is evidence in the record that Simon ... performed work after the constructive discharge, the district court did not explain how it used the evidence to calculate the award." *Edgeworth Family Trust v. Simon*, 477 P.3d 1129 *2 (Nev. 2020) (Table). Despite this guidance and the extensive briefing that pointed to the evidence the district court should have considered in her analysis, but did not, the district court has not explained "how it used the evidence to calculate the award." *Id.*

Following the first appeal, the record facts referenced in the Court's 2020 Order were specifically and in detail set out in briefing for the district court's consideration. AA0602 – 604; AA0608 $\P\P$ 11 - 13; AA0666 - 694. Other than attempt to distance himself from the very billings he submitted in evidence, Simon offered no evidence to supplement or contradict descriptions of his post-discharge work.

The Edgeworths request that the Court value the services, therefore, did not require the Court to "make factual findings," as it mistakenly says on page 3 of its September 16, 2022 Order. The Edgeworths simply ask that the

¹ All citations to the record refer to the Appellant's Appendix filed with the Edgeworths' opening brief on January 27, 2022.

Court apply the law requiring quantum meruit be reasonable to the established facts in the record and bring this issue to just conclusion now, after nearly four years of appellate proceedings. The Edgeworths' first appeal in this matter, Case No. 77678, was docketed by this Court on December 17, 2018.

B. This Court Misapprehended the Record Facts About the Accuracy of the Superbill.

Simon's confusing and contradictory arguments regarding the superbill appear to have caused this Court to misapprehend the district court's findings with respect to the superbill, as evidenced by her words and how she relied on it. Simon's November 27, 2017 demand stated that "If [the Edgeworths] are going to hold me to an hourly arrangement then I will have to review the entire file for my time spent from the beginning to include all time for me and my staff at my full hourly rates to avoid an unjust outcome," (AA0661 (at end of first paragraph)), and suggested the Edgeworths would owe him much more than the \$1.5 in his demand. AA0665. In other words, to support his claim that he was offering them a deal by demanding a contingency-like bonus to which the Edgeworths did not agree, Simon created his superbill in an attempt to support his contention that he under billed the services that he had *already* invoiced (prior to his discharge) and had been **paid** for (from inception in early 2016 to his last billing through September 19, 2017). AA0662 (claiming his November 27, 2017 demand was "much less than the reasonable value of his services"). For the periods of time after September 19, 2017 through the conclusion of the case, Simon's robust superbill included the type of services he claimed he had omitted in his earlier invoices (email exchanges, court filings etc.).

The district court rejected the superbill – **but only as to the settled periods** (those Simon had invoiced and the Edgeworths had paid in full) as unreliable. She found it unreliable because of the manner in which Simon's office subjectively went back nearly 18 months to try to beef up the invoices for the already billed periods to recreate billing entries for alleged services provided during the first 18 months of the litigation. AA0578.

For the 71 day pre-discharge but yet unbilled period (between September 19, and November 29, 2017), however, the district court *accepted Simon's "superbill" and awarded him his fees for every minute he recorded*. AA0580 (awarding Simon \$284,982.50 based on the 695.25 hours Simon's firm included on his "super bill" for work allegedly performed during that 71 day period).² The district court's justification for accepting the superbill

² In an effort to put this dispute behind them and receive the rest of their

for the 71 day unbilled period, which this Court seems to have overlooked, was the period **after** September 19, 2017 was more recent and thus the record-keeping was more reliable. AA0580 (taking hours from superbill for 9/19/17 - 11/29/17 period); AA0578:18-20 (rejecting adjustment to settled invoices because "so much time had elapsed between the actual work and the billing.").

This Court's unqualified statement that "[t]he district court found that the billing statement may not accurately reflect Simon's post-discharge work" (Sept. 15, 2022 Order at 3) is simply incorrect. The district court specifically *accepted* the accuracy of Simon's superbill for work after his last invoice to the Edgeworths (*i.e.* from September 19, 2017 forward), and awarded him the *full value* he invoiced for September 19 through November 29, 2017. AA0580. Since Simon's post-discharge services for November 30, 2017 through the conclusion is the *most* recent work he performed, it follows under the district court's rationale that as to this period, the superbill is equally or more reliable than the September 19 to November 29, 2017 for

settlement proceeds to which they are unquestionably entitled, the Edgeworths accepted this determination despite significant overbilling they believed was included in the "super bill" for this 71 day period.

which she awarded all the work billed.³ Furthermore, the superbill is the only record Simon offered of the post-discharge, and is consistent with the work described in the district court's latest rogue order. *See* Sept. 27, 2022 Order at 19:6 -20 (describing Simon's involvement in memorializing the Viking settlement two days after his constructive discharge, his continued negotiation of the Lange settlement and improvement of same to from \$25,000 to \$100,000 – despite the client's instruction to accept the \$25,000 offer so they could have some finality, and his participation in the deposit of the settlement checks). In the latest premature rogue order, the district court added a description of the post-discharge work she considered, which is the same as that described in Simon's superbill. However, she again errs by again republishing essentially the same *Brunzell v. Golden Gate Nat. Bank*,

³ For the first time on appeal, Simon argued that the district court could have considered work he performed after the last date he included on his superbill; however, that argument was not presented to the district court. *See Nevada Power Co. v. Haggerty*, 115 Nev. 353, 370, 989 P.2d 870, 880 (1999) (recognizing that arguments raised for the first time on appeal need not be considered by the Court); *Diamond Enterprises, Inc. v. Lau*, 113 Nev. 1376, 1378, 951 P.2d 73, 74 (1997) (same).

85 Nev. 345, 455 P.2d 31 (1969), analysis she had offered from the beginning, *see* Ex A at 19 -22, that this Court **twice** found wanting.

C. The District Court's Most Recent Premature Order Suffers from the Same Defects as Previously Addressed.

Rehearing in this case is also appropriate in this case "to promote substantial justice." In re Dunleavy, 104 Nev. at 786, 769 P.2d at 1272. The Edgeworths have now twice appealed the district court's errors and this Court has twice reversed the district court. If the Court does not grant rehearing and direct the entry of a reasonable judgment, based on facts of record, a third appeal will be necessary. This would not be an efficient or just use of judicial and litigant resources. See, Office of State Eng'r, Div. of Water Res. v. Curtis Park Manor Water Users Ass'n, 101 Nev. 30, 32, 692 P.2d 495, 497 (1985) (because "[o]n remand, the district court reached the same conclusion it had reached in its first review" (which revoked an order of the State Engineer), the Court reversed and remanded to the district court with instructions to reinstate the State Engineer's order); Grosz-Salomon v. Paul Revere Life Ins. Co., 237 F.3d 1154, 1162 (9th Cir. 2001) (where additional proceedings in the district court would be "a waste of judicial resources" and would not serve any "practical purpose," remand would not be ordered); see also AA0690 – 94 (summarizing hours and computing the amount due using *Simon's rates*, which are reasonable market rates); Restatement (Third) of the Law Governing Lawyers § 39 cmt. c (2000) (recognizing that a fair fee under quantum meruit can be based on the hourly fee of lawyers in the area with similar experience and credentials). It is incredibly unfair for any litigant to have to bear the expense of multiple appeals to address the same errors, especially when this Court has provided clear guidance in its mandates, which have not been complied with.

Rather than explain how \$200,000 for Simon's post-discharge work is reasonable, under the *Brunzell* factors, the district court *again* merely republished its 2018 lien-adjudicating decision awarding him \$200,000, even leaving in the same error regarding costs being owed. *See* Ex. A at 24:4 – 5 (awarding \$71,594.93 in costs) and *compare with* Ex. A at 18:1 - 2 (confirming that all costs have been paid); *compare also* Ex. A at 18:1 – 2 and 24:4 – 5 *with* the identical errors in the premature order the district court entered on March 16, 2021 (Ex. B at 22:26 and 17:15) and reissued on April 28, 2021 (Ex. C at 18:2 and 23:16).

The repeated errors are addressed only to demonstrate that despite the two prior appeals, a careful attempt to analyze the reasonableness of the amounts owed as required by the mandates was not undertaken by the district court. After two successful appeals, litigants like the Edgeworths deserve more than a cut-and-paste order repeating the same deficient analysis.

IV. CONCLUSION

The Edgeworths respectfully ask that the Court grant rehearing, consider the facts the Court misapprehended, and the unjust result to the Edgeworths if they are required to bear the burden of yet another appeal because the district court will not follow the Court's mandates.

MORRIS LAW GROUP

By: <u>/s/ STEVE MORRIS</u> Steve Morris, Bar No. #1543 Rosa Solis-Rainey, Bar No 79

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Attorneys for Edgeworth Appellants

CERTIFICATE OF COMPLIANCE

1. I certify that I have read the PETITION OR REHEARING RE SEPTEMBER 16, 2022 ORDER VACATING AND REMANDING, and to the best of my knowledge, information, and belief, it is not frivolous or interposed for any improper purpose. I understand that I may be subject to sanctions in the event that the accompanying brief is not in conformity with the requirements of the Nevada Rules of Appellate Procedure.

2. I also certify that this brief complies with the formatting requirements of NRAP 32(a)(4), the typeface requirements of NRAP 32(a)(5), the type style requirements of NRAP 32(a)(6), and limitations in NRAP 32(a)(7) because this brief has been prepared in a proportionally spaced typeface using Microsoft Word 2016 in Palatino 14 point font. Excluding the parts of the brief exempted by NRAP 32(a)(7)(C), it contains 2,227 words.

3. Finally, I certify that this brief complies with all applicable Nevada Rules of Appellate Procedure, in particular Nev. R. App. P. 28(e), which requires every section of the brief regarding matters in the record to be supported by a reference to the page of the transcript or appendix where the matter relied is to be found.

MORRIS LAW GROUP

By: <u>/s/STEVE MORRIS</u>

Steve Morris, Bar No. #1543 Rosa Solis-Rainey, Bar No. 7921 801 S. Rancho Dr., Ste. B4 Las Vegas, NV 89106

Attorneys for Edgeworth Appellants

CERTIFICATE OF SERVICE

I certify that I am an employee of MORRIS LAW GROUP; I am familiar with the firm's practice of collection and processing documents for mailing; that, in accordance therewith, I caused the following document to be eserved via the Supreme Court's electronic service process. I hereby certify that a true and correct copy of the foregoing PETITION FOR REHEARING RE SEPTEMBER 16, 2022 ORDER VACATING AND REMANDING was served by the following method(s):

☑ <u>Supreme Court's EFlex Electronic Filing System</u>

James Christensen JAMES R. CHRISTENSEN PC 601 S. 6th Street Las Vegas, NV 89101

Attorneys for Respondent Law Office of Daniel S. Simon, A Professional Corporation; and Daniel S. Simon

Dated this the 4th day of October, 2022.

By: <u>/s/ CLAUDIA A. MORRILL</u>

EXHIBIT A

(District Court's September 27, 2022 Premature Post-Mandate Order)

	ELECTRONICALLY S	
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1	ORD	CLERK OF THE COURT
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4		CT COURT
5	CLARK COU	NTY, NEVADA
6	EDGEWORTH FAMILY TRUST; and	
7	AMERICAN GRATING, LLC,	
8	Plaintiffs,	CASE NO.: A-18-767242-C
9	VS.	DEPT NO.: X
10	LANGE PLUMBING, LLC; THE VIKING	
11	CORPORATION, a Michigan Corporation; SUPPLY NETWORK, INC., dba VIKING	Consolidated with
12	SUPPLYNET, a Michigan Corporation; and	
13	DOES 1 through 5; and, ROE entities 6 through 10;	CASE NO.: A-16-738444-C DEPT NO.: X
14	Defendants.	
15	EDGEWORTH FAMILY TRUST; and AMERICAN GRATING, LLC,	
16	Plaintiffs,	FOURTH AMENDED DECISION AND
17	VS.	ORDER ON MOTION TO ADJUDICATE LIEN
18		
19	DANIEL S. SIMON; THE LAW OFFICE OF DANIEL S. SIMON, a Professional Corporation	
20	d/b/a SIMON LAW; DOES 1 through 10; and, ROE entities 1 through 10;	
21	Defendants.	
22		
23	FOURTH AMENDED DECISIO	N AND ORDER ON MOTION TO
24	ADJUDIC	CATE LIEN
25	This case came on for an evidentiary	hearing August 27-30, 2018 and concluded on
26	September 18, 2018, in the Eighth Judicial Dist	trict Court, Clark County, Nevada, the Honorable
27		Daniel Simon and Law Office of Daniel S. Simon
28		" or "Simon" or "Mr. Simon") having appeared in
-		
nos		

Hon. Tierra Jones DISTRICT COURT JUDGE DEPARTMENT TEN LAS VEGAS, NEVADA 89155 person and by and through their attorneys of record, Peter S. Christiansen, Esq. and James Christensen, Esq. and Plaintiff Edgeworth Family Trust and American Grating, ("Plaintiff" or "Edgeworths") having appeared through Brian and Angela Edgeworth, and by and through their attorneys of record, the law firm of Vannah and Vannah, Chtd. Robert Vannah, Esq. and John Greene, Esq. The Court having considered the evidence, arguments of counsel and being fully advised of the matters herein, the **COURT FINDS**:

FINDINGS OF FACT

9 1. The Court finds that the Law Office of Daniel S. Simon represented the Plaintiffs,
10 Edgeworth Family Trust and American Grating in the case entitled Edgeworth Family Trust and
11 American Grating v. Viking, et al., case number A-16-738444-C. The representation commenced on
12 May 27, 2016 when Brian Edgeworth and Daniel Simon Esq. met at Starbucks. This representation
13 originally began as a favor between friends and there was no discussion of fees, at this point. Mr.
14 Simon and his wife were close family friends with Brian and Angela Edgeworth.

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The case involved a complex products liability issue.

3. On April 10, 2016, a house the Edgeworths were building as a speculation home
suffered a flood. The house was still under construction and the flood caused a delay. The
Edgeworths did not carry loss insurance if a flood occurred and the plumbing company and
manufacturer refused to pay for the property damage. A fire sprinkler installed by the plumber, and
within the plumber's scope of work, caused the flood; however, the plumber asserted the fire
sprinkler was defective and refused to repair or to pay for repairs. The manufacturer of the sprinkler,
Viking, et al., also denied any wrongdoing.

23 24 25 4. In May of 2016, Mr. Simon agreed to help his friend with the flood claim and to send a few letters. The parties initially hoped that Simon drafting a few letters to the responsible parties could resolve the matter. Simon wrote the letters to the responsible parties, but the matter did not resolve. Since the matter was not resolved, a lawsuit had to be filed.

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5. On June 14, 2016, a complaint was filed in the case of Edgeworth Family Trust; and

1	American Grating LLC vs. Lange Plumbing, LLC; the Viking Corporation; Supply Network Inc.,
2	dba Viking Supplynet, in case number A-18-738444-C. The cost of repairs was approximately
3	\$500,000. One of the elements of the Edgeworth's damages against Lange Plumbing LLC ("Lange")
4	in the litigation was for reimbursement of the fees and costs that were paid by the Edgeworths.
5	6. On August 9, 2017, Mr. Simon and Brian Edgeworth traveled to San Diego to meet
6	with an expert. As they were in the airport waiting for a return flight, they discussed the case, and
7	had some discussion about payments and financials. No express fee agreement was reached during
8	the meeting. On August 22, 2017, Brian Edgeworth sent an email to Simon entitled "Contingency."
9	It reads as follows:
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11	We never really had a structured discussion about how this might be done. I am more than happy to keep paying hourly but if we are going for punitive
12	we should probably explore a hybrid of hourly on the claim and then some
13	other structure that incents both of us to win an go after the appeal that these scumbags will file etc.
14	Obviously that could not have been done earlier since who would have thought this case would meet the hurdle of punitive at the start.
15	I could also swing hourly for the whole case (unless I am off what this is
16	going to cost). I would likely borrow another \$450K from Margaret in 250 and 200 increments and then either I could use one of the house sales for cash
17	or if things get really bad, I still have a couple million in bitcoin I could sell. I doubt we will get Kinsale to settle for enough to really finance this since I
18	would have to pay the first \$750,000 or so back to Colin and Margaret and why would Kinsale settle for \$1MM when their exposure is only \$1MM?
19	with would Kinsule settle for \$11000 when then exposule is only \$11000.
20	(Def. Exhibit 27).
21	7. During the litigation, Simon sent four (4) invoices to the Edgeworths. The first
22	invoice was sent on December 2, 2016, seven (7) months after the original meeting at Starbucks.
23	This invoice indicated that it was for attorney's fees and costs through November 11, 2016. (Def.
24	Exhibit 8). The total of this invoice was \$42,564.95 and was billed at a "reduced" rate of \$550 per
25	hour. Id. The invoice was paid by the Edgeworths on December 16, 2016.
26	8. On April 7, 2017 a second invoice was sent to the Edgeworths for attorney's fees and
27	costs through April 4, 2017 for a total of \$46,620.69, and was billed at a "reduced" rate of \$550 per
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hour. (Def. Exhibit 9). This invoice was paid by the Edgeworths on May 3, 2017. There was no
 indication on the first two invoices if the services were those of Mr. Simon or his associates; but the
 bills indicated an hourly rate of \$550.00 per hour.

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9. A third invoice was sent to the Edgeworths on July 28, 2017 for attorney's fees and costs through July 28, 2017 totaling of \$142,080.20. (Def. Exhibit 10). This bill identified services of Daniel Simon Esq. for a "reduced" rate of \$550 per hour totaling \$104,021.20; and services of Ashley Ferrel Esq. for a "reduced" rate of \$275 per hour totaling \$37,959.00. <u>Id</u>. This invoice was paid by the Edgeworths on August 16, 2017.

9 10. The fourth invoice was sent to the Edgeworths on September 19, 2017 in an amount
of \$255,186.25 for attorney's fees and costs; with \$191,317.50 being calculated at a "reduced" rate
of \$550 per hour for Daniel Simon Esq., \$60,981.25 being calculated at a "reduced" rate of \$275 per
hour for Ashley Ferrel Esq., and \$2,887.50 being calculated at a "reduced" rate of \$275 per hour for
Benjamin Miller Esq. (Def. Exhibit 11). This invoice was paid by the Edgeworths on September
25, 2017.

15 11. The amount of attorney's fees in the four (4) invoices was \$367,606.25, and 16 \$118,846.84 in costs; for a total of \$486,453.09.¹ These monies were paid to Daniel Simon Esq. and 17 never returned to the Edgeworths. The Edgeworths secured very high interest loans to pay fees and 18 costs to Simon. They made Simon aware of this fact.

19 12. Between June 2016 and December 2017, there was a tremendous amount of work
20 done in the litigation of this case. There were several motions and oppositions filed, several
21 depositions taken, and several hearings held in the case.

22 13. On the evening of November 15, 2017, the Edgeworth's received the first settlement
23 offer for their claims against the Viking Corporation ("Viking"). However, the claims were not
24 settled until on or about December 1, 2017.

25 26 14. Also on November 15, 2017, Brian Edgeworth sent an email to Simon asking for the

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¹ \$265,677.50 in attorney's fees for the services of Daniel Simon; \$99,041.25 for the services of Ashley Ferrel; and \$2,887.50 for the services of Benjamin Miller.

1	open invoice. The email stated: "I know I have an open invoice that you were going to give me at
2	mediation a couple weeks ago and then did not leave with me. Could someone in your office send
3	Peter (copied here) any invoices that are unpaid please?" (Def. Exhibit 38).
4	15. On November 17, 2017, Simon scheduled an appointment for the Edgeworths to
5	come to his office to discuss the litigation.
6	16. On November 27, 2017, Simon sent a letter with an attached retainer agreement,
7	stating that the fee for legal services would be \$1,500,000 for services rendered to date. (Plaintiff's
8	Exhibit 4).
9	17. On November 29, 2017, the Edgeworths met with the Law Office of Vannah &
10	Vannah and signed a retainer agreement. (Def. Exhibit 90). On this date, they ceased all
11	communications with Mr. Simon.
12	18. On the morning of November 30, 2017, Simon received a letter advising him that the
13	Edgeworths had retained the Vannah Law Firm to assist in the litigation with the Viking entities,
14	et.al. The letter read as follows:
15	"Please let this letter serve to advise you that I've retained Robert D. Vannah,
16	Esq. and John B. Greene, Esq., of Vannah & Vannah to assist in the litigation with the Viking entities, et.al. I'm instructing you to cooperate with them in
17	every regard concerning the litigation and any settlement. I'm also instructing you to give them complete access to the file and allow them to review
18	whatever documents they request to review. Finally, I direct you to allow
19	them to participate without limitation in any proceeding concerning our case, whether it be at depositions, court hearings, discussions, etc."
20	
21	(Def. Exhibit 43).
22	19. On the same morning, Simon received, through the Vannah Law Firm, the
23	Edgeworth's consent to settle their claims against Lange Plumbing LLC for \$25,000.
24	20. Also on this date, the Law Office of Danny Simon filed an attorney's lien for the
25	reasonable value of its services pursuant to NRS 18.015. (Def. Exhibit 3). On January 2, 2018, the
26	Law Office filed an amended attorney's lien for the sum of \$2,345,450, less payments made in the
27	sum of \$367,606.25, for a net lien in the sum of \$1,977,843.80. This lien includes court costs and
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out-of-pocket costs advanced by the Law Office of Daniel S. Simon in the sum of \$76,535.93.

21. Mr. Edgeworth alleges that the fee agreement with Simon was only for an hourly express agreement of \$550 an hour; and that the agreement for \$550 an hour was made at the outset of the case. Mr. Simon alleges that he worked on the case always believing he would receive the reasonable value of his services when the case concluded. There is a dispute over the reasonable fee due to the Law Office of Danny Simon.

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22. The parties agree that an express written contract was never formed.

23. On December 7, 2017, the Edgeworths signed Consent to Settle their claims againstLange Plumbing LLC for \$100,000.

24. On January 4, 2018, the Edgeworth Family Trust filed a lawsuit against Simon in
Edgeworth Family Trust; American Grating LLC vs. Daniel S. Simon, the Law Office of Daniel S.
Simon, a Professional Corporation, case number A-18-767242-C.

13 25. On January 24, 2018, the Law Office of Danny Simon filed a Motion to Adjudicate
14 Lien with an attached invoice for legal services rendered. The amount of the invoice was
15 \$692,120.00. The Court set an evidentiary hearing to adjudicate the lien.

16 26. On November 19, 2018, the Court entered a Decision and Order on Motion to
17 Adjudicate Lien.

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27. On December 7, 2018, the Edgeworths filed a Notice of Appeal.

19 28. On February 8, 2019, the Court entered a Decision and Order Granting in Part and
20 Denying in Part, Simon's Motion for Attorney's Fees and Costs.

21 29. On February 15, 2019, the Edgeworths filed a second Notice of Appeal and Simon
22 filed a cross appeal, and Simon filed a writ petition on October 17, 2019.

30. On December 30, 2020, the Supreme Court issued an order affirming this Court's
findings in most respects.

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31. On January 15, 2021, the Edgeworths filed a Petition for Rehearing.

26 32. On March 16, 2021, this Court issued a Second Amended Decision and Order on
27 Motion to Adjudicate Lien.

1	33. On March 18, 2021, the Nevada Supreme Court denied the Motion for Rehearing.
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4	CONCLUSION OF LAW
5	The Law Office Appropriately Asserted A Charging Lien Which Must Be Adjudicated By The
6	<u>Court</u>
7	An attorney may obtain payment for work on a case by use of an attorney lien. Here, the
8	Law Office of Daniel Simon may use a charging lien to obtain payment for work on case A-16-
9	738444-C under NRS 18.015.
10	NRS 18.015(1)(a) states:
11	1. An attorney at law shall have a lien:
12	(a) Upon any claim, demand or cause of action, including any claim for unliquidated damages, which has been placed in the attorney's hands by a client for suit or
13	collection, or upon which a suit or other action has been instituted.
14	Nev. Rev. Stat. 18.015.
15	The Court finds that the lien filed by the Law Office of Daniel Simon, in case A-16-738444-C,
16	complies with NRS 18.015(1)(a). The Law Office perfected the charging lien pursuant to NRS
17	18.015(3), by serving the Edgeworths as set forth in the statute. The Law Office charging lien was
18	perfected before settlement funds generated from A-16-738444-C of \$6,100,000.00 were deposited,
19	thus the charging lien attached to the settlement funds. Nev. Rev. Stat. 18.015(4)(a); Golightly &
20	Vannah, PLLC v. TJ Allen LLC, 373 P.3d 103, at 105 (Nev. 2016). The Law Office's charging lien
21	is enforceable in form.
22	The Court has personal jurisdiction over the Law Office and the Plaintiffs in A-16-738444-C.
23	Argentina Consolidated Mining Co., v. Jolley, Urga, Wirth, Woodbury & Standish, 216 P.3d 779 at
24	782-83 (Nev. 2009). The Court has subject matter jurisdiction over adjudication of the Law Office's
25	charging lien. <u>Argentina</u> , 216 P.3d at 783. The Law Office filed a motion requesting adjudication
26	under NRS 18.015, thus the Court must adjudicate the lien.
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Fee Agreement

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It is undisputed that no express written fee agreement was formed. The Court finds that there was no express oral fee agreement formed between the parties. An express oral agreement is formed when all important terms are agreed upon. *See,* Loma Linda University v. Eckenweiler, 469 P.2d 54 (Nev. 1970) (*no oral contract was formed, despite negotiation, when important terms were not agreed upon and when the parties contemplated a written agreement*). The Court finds that the payment terms are essential to the formation of an express oral contract to provide legal services on an hourly basis.

9 Here, the testimony from the evidentiary hearing does not indicate, with any degree of
10 certainty, that there was an express oral fee agreement formed on or about June of 2016. Despite
11 Brian Edgeworth's affidavits and testimony; the emails between himself and Danny Simon,
12 regarding punitive damages and a possible contingency fee, indicate that no express oral fee
13 agreement was formed at the meeting on June 10, 2016. Specifically in Brian Edgeworth's August
14 22, 2017 email, titled "Contingency," he writes:

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"We never really had a structured discussion about how this might be done. I am more than happy to keep paying hourly but if we are going for punitive we should probably explore a hybrid of hourly on the claim and then some other structure that incents both of us to win an go after the appeal that these scumbags will file etc. Obviously that could not have been done earlier since who would have thought this case would meet the hurdle of punitive at the start. I could also swing hourly for the whole case (unless I am off what this is going to cost). I would likely borrow another \$450K from Margaret in 250 and 200 increments and then either I could use one of the house sales for cash or if things get really bad, I still have a couple million in bitcoin I could sell. I doubt we will get Kinsale to settle for enough to really finance this since I would have to pay the first \$750,000 or so back to Colin and Margaret and why would Kinsale settle for \$1MM when their exposure is only \$1MM?"

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25 (Def. Exhibit 27).

It is undisputed that when the flood issue arose, all parties were under the impression that Simonwould be helping out the Edgeworths, as a favor.

1	The Court finds that an implied fee agreement was formed between the parties on December	
2	2, 2016, when Simon sent the first invoice to the Edgeworths, billing his services at \$550 per hour,	
3	and the Edgeworths paid the invoice. On July 28, 2017 an addition to the implied contract was	
4	created with a fee of \$275 per hour for Simon's associates. Simon testified that he never told the	
5	Edgeworths not to pay the bills, though he testified that from the outset he only wanted to "trigger	
6	coverage". When Simon repeatedly billed the Edgeworths at \$550 per hour for his services, and	
7	\$275 an hour for the services of his associates; and the Edgeworths paid those invoices, an implied	
8	fee agreement was formed between the parties. The implied fee agreement was for \$550 per hour	
9	for the services of Daniel Simon Esq. and \$275 per hour for the services of his associates.	
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11	Constructive Discharge	
12	Constructive discharge of an attorney may occur under several circumstances, such as:	
13	• Refusal to communicate with an attorney creates constructive discharge. Rosenberg v.	
14	Calderon Automation, 1986 Ohio App. LEXIS 5460 (Jan. 31, 1986).	
15	• Refusal to pay an attorney creates constructive discharge. <i>See e.g.</i> , <u>Christian v. All Persons</u> <u>Claiming Any Right</u> , 962 F. Supp. 676 (U.S. Dist. V.I. 1997).	
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17	 Suing an attorney creates constructive discharge. See <u>Tao v. Probate Court for the Northeast</u> <u>Dist.</u> #26, 2015 Conn. Super. LEXIS 3146, *13-14, (Dec. 14, 2015). See also <u>Maples v.</u> 	
18	<u>Thomas</u> , 565 U.S. 266 (2012); <i>Harris v. State</i> , 2017 Nev. LEXIS 111; and <u>Guerrero v. State</u> , 2017 Nev. Unpubl. LEXIS 472.	
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20	• Taking actions that preventing effective representation creates constructive discharge. <u>McNair v. Commonwealth</u> , 37 Va. App. 687, 697-98 (Va. 2002).	
21	Here, the Court finds that the Edgeworths constructively discharged Simon as their lawyer on	
22	November 29, 2017. The Edgeworths assert that because Simon has not been expressly terminated,	
23	has not withdrawn, and is still technically their attorney of record; there cannot be a termination.	
24	The Court disagrees.	
25 26	On November 29, 2017, the Edgeworths met with the Law Firm of Vannah and Vannah and	
26 27	signed a retainer agreement. The retainer agreement was for representation on the Viking settlement	
27	agreement and the Lange claims. (Def. Exhibit 90). This is the exact litigation that Simon was	
28	agreement and the Lange channels. (Der. Exhibit 90). This is the exact highlight that Shiron was	

representing the Edgeworths on. This fee agreement also allowed Vannah and Vannah to do all
 things without a compromise. <u>Id</u>. The retainer agreement specifically states:

Client retains Attorneys to represent him as his Attorneys regarding Edgeworth Family Trust and AMERICAN GRATING V. ALL VIKING ENTITIES and all damages including, but not limited to, all claims in this matter and empowers them to do all things to effect a compromise in said matter, or to institute such legal action as may be advisable in their judgment, and agrees to pay them for their services, on the following conditions:

- a) ... b) ...
- c) Client agrees that his attorneys will work to consummate a settlement of \$6,000,000 from the Viking entities and any settlement amount agreed to be paid by the Lange entity. Client also agrees that attorneys will work to reach an agreement amongst the parties to resolve all claims in the Lange and Viking litigation.
- 12 Id.

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This agreement was in place at the time of the settlement of the Viking and Lange claims. Mr. Simon had already begun negotiating the terms of the settlement agreement with Viking during the week of November 27, 2017 prior to Mr. Vannah's involvement. These negotiated terms were put into a final release signed by the Edgeworths and Mr. Vannah's office on December 1, 2017. (Def. Exhibit 5). Mr. Simon's name is not contained in the release; Mr. Vannah's firm is expressly identified as the firm that solely advised the clients about the settlement. The actual language in the settlement agreement, for the Viking claims, states:

- 20 PLAINTIFFS represent that their independent counsel, Robert Vannah, Esq. 21 and John Greene, Esq., of the law firm Vannah & Vannah has explained the effect of this AGREEMENT and their release of any and all claims, known or 22 unknown and, based upon that explanation and their independent judgment by the reading of this Agreement, PLAINTIFFS understand and acknowledge the 23 legal significance and the consequences of the claims being released by this Agreement. PLAINTIFFS further represent that they understand and 24 acknowledge the legal significance and consequences of a release of unknown 25 claims against the SETTLING PARTIES set forth in, or arising from, the INCIDENT and hereby assume full responsibility for any injuries, damages, 26 losses or liabilities that hereafter may occur with respect to the matters released by this Agreement. 27
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1 <u>Id</u>.

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Also, Simon was not present for the signing of these settlement documents and never explained any of the terms to the Edgeworths. He sent the settlement documents to the Law Office of Vannah and Vannah and received them back with the signatures of the Edgeworths.

5 Further, the Edgeworths did not personally speak with Simon after November 25, 2017. 6 Though there were email communications between the Edgeworths and Simon, they did not verbally 7 speak to him and were not seeking legal advice from him. In an email dated December 5, 2017, 8 Simon is requesting Brian Edgeworth return a call to him about the case, and Brian Edgeworth 9 responds to the email saying, "please give John Greene at Vannah and Vannah a call if you need 10 anything done on the case. I am sure they can handle it." (Def. Exhibit 80). At this time, the claim 11 against Lange Plumbing had not been settled. The evidence indicates that Simon was actively 12 working on this claim, but he had no communication with the Edgeworths and was not advising 13 them on the claim against Lange Plumbing. Specifically, Brian Edgeworth testified that Robert 14 Vannah Esq. told them what Simon said about the Lange claims and it was established that the Law 15 Firm of Vannah and Vannah provided advice to the Edgeworths regarding the Lange claim. Simon 16 and the Law Firm of Vannah and Vannah gave different advice on the Lange claim, and the Edgeworths followed the advice of the Law Firm of Vannah and Vannah to settle the Lange claim. 17 18 The Law Firm of Vannah and Vannah drafted the consent to settle for the claims against Lange 19 Plumbing (Def. Exhibit 47). This consent to settle was inconsistent with the advice of Simon. Mr. 20 Simon never signed off on any of the releases for the Lange settlement.

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Further demonstrating a constructive discharge of Simon is the email from Robert Vannah Esq. to James Christensen Esq. dated December 26, 2017, which states: "They have lost all faith and trust in Mr. Simon. Therefore, they will not sign the checks to be deposited into his trust account. Quite frankly, they are fearful that he will steal the money." (Def. Exhibit 48). Then on January 4, 2018, the Edgeworth's filed a lawsuit against Simon in Edgeworth Family Trust; American Grating, LLC vs. Daniel S. Simon; the Law Office of Daniel S. Simon, a Professional Corporation d/b/a Simon Law, case number A-18-767242-C. Then, on January 9, 2018, Robert Vannah Esq. sent an

email to James Christensen Esq. stating, "I guess he could move to withdraw. However, that doesn't seem in his best interests." (Def. Exhibit 53).

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The Court recognizes that Simon still has not withdrawn as counsel of record on A-16-4 738444-C, the Law Firm of Vannah and Vannah has never substituted in as counsel of record, the 5 Edgeworths have never explicitly told Simon that he was fired, Simon sent the November 27, 2018 6 letter indicating that the Edgeworth's could consult with other attorneys on the fee agreement (that 7 was attached to the letter), and that Simon continued to work on the case after the November 29, 8 2017 date. The court further recognizes that it is always a client's decision of whether or not to 9 accept a settlement offer. However the issue is constructive discharge and nothing about the fact 10 that Mr. Simon has never officially withdrawn from the case indicates that he was not constructively 11 discharged. His November 27, 2017 letter invited the Edgeworth's to consult with other attorneys 12 on the fee agreement, not the claims against Viking or Lange. His clients were not communicating 13 with him, making it impossible to advise them on pending legal issues, such as the settlements with 14 Lange and Viking. It is clear that there was a breakdown in attorney-client relationship preventing

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Simon from effectively representing the clients. The Court finds that Danny Simon was constructively discharged by the Edgeworths on November 29, 2017.

Adjudication of the Lien and Determination of the Law Office Fee

NRS 18.015 states:

1. An attorney at law shall have a lien:

(a) Upon any claim, demand or cause of action, including any claim for unliquidated damages, which has been placed in the attorney's hands by a client for suit or collection, or upon which a suit or other action has been instituted.

(b) In any civil action, upon any file or other property properly left in the possession of the attorney by a client.

2. A lien pursuant to subsection 1 is for the amount of any fee which has been agreed upon by the attorney and client. In the absence of an agreement, the lien is for a reasonable fee for the services which the attorney has rendered for the client.

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3. An attorney perfects a lien described in subsection 1 by serving notice 1 in writing, in person or by certified mail, return receipt requested, upon his or her client and, if applicable, upon the party against whom the client has a 2 cause of action, claiming the lien and stating the amount of the lien. 4. A lien pursuant to: 3 (a) Paragraph (a) of subsection 1 attaches to any verdict, judgment or 4 decree entered and to any money or property which is recovered on account of the suit or other action; and 5 (b) Paragraph (b) of subsection 1 attaches to any file or other property properly left in the possession of the attorney by his or her client, including, 6 without limitation, copies of the attorney's file if the original documents 7 received from the client have been returned to the client, and authorizes the attorney to retain any such file or property until such time as an adjudication 8 is made pursuant to subsection 6, from the time of service of the notices required by this section. 9 5. A lien pursuant to paragraph (b) of subsection 1 must not be 10 construed as inconsistent with the attorney's professional responsibilities to the client. 11 On motion filed by an attorney having a lien under this section, the 6. attorney's client or any party who has been served with notice of the lien, the 12 court shall, after 5 days' notice to all interested parties, adjudicate the rights of the attorney, client or other parties and enforce the lien. 13 7. Collection of attorney's fees by a lien under this section may be 14 utilized with, after or independently of any other method of collection. 15 Nev. Rev. Stat. 18.015. 16 NRS 18.015(2) matches Nevada contract law. If there is an express contract, then the contract terms 17 are applied. Here, there was no express contract for the fee amount, however there was an implied 18 contract when Simon began to bill the Edgeworths for fees in the amount of \$550 per hour for his 19 services, and \$275 per hour for the services of his associates. This contract was in effect until 20 November 29, 2017, when he was constructively discharged from representing the Edgeworths. 21 After he was constructively discharged, under NRS 18.015(2) and Nevada contract law, Simon is 22 due a reasonable fee- that is, quantum meruit. 23 24 **Implied** Contract 25 On December 2, 2016, an implied contract for fees was created. The implied fee was \$550 26 an hour for the services of Mr. Simon. On July 28, 2017 an addition to the implied contract was 27

created with a fee of \$275 per hour for the services of Simon's associates. This implied contract was
 created when invoices were sent to the Edgeworths, and they paid the invoices.

The invoices that were sent to the Edgeworths indicate that they were for costs and attorney's fees, and these invoices were paid by the Edgeworths. Though the invoice says that the fees were reduced, there is no evidence that establishes that there was any discussion with the Edgeworths as to how much of a reduction was being taken, and that the invoices did not need to be paid. There is no indication that the Edgeworths knew about the amount of the reduction and acknowledged that the full amount would be due at a later date. Simon testified that Brian Edgeworth chose to pay the bills to give credibility to his actual damages, above his property damage loss. However, as the lawyer/counselor, Simon did not prevent Brian Edgeworth from paying the bill or in any way refund the money, or memorialize this or any understanding in writing.

Simon produced evidence of the claims for damages for his fees and costs pursuant to NRCP 16.1 disclosures and computation of damages; and these amounts include the four invoices that were paid in full and there was never any indication given that anything less than all the fees had been produced. During the deposition of Brian Edgeworth it was suggested, by Simon, that all of the fees had been disclosed. Further, Simon argues that the delay in the billing coincides with the timing of the NRCP 16.1 disclosures, however the billing does not distinguish or in any way indicate that the sole purpose was for the Lange Plumbing LLC claim. Since there is no contract, the Court must look to the actions of the parties to demonstrate the parties' understanding. Here, the actions of the parties are that Simon sent invoices to the Edgeworths, they paid the invoices, and Simon Law Office retained the payments, indicating an implied contract was formed between the parties. The Court find that the Law Office of Daniel Simon should be paid under the implied contract until the date they were constructively discharged, November 29, 2017.

Amount of Fees Owed Under Implied Contract

The Edgeworths were billed, and paid for services through September 19, 2017. There is some testimony that an invoice was requested for services after that date, but there is no evidence

that any invoice was paid by the Edgeworths. Since the Court has found that an implied contract for fees was formed, the Court must now determine what amount of fees and costs are owed from September 19, 2017 to the constructive discharge date of November 29, 2017. In doing so, the Court must consider the testimony from the witnesses at the evidentiary hearing, the submitted billings, the attached lien, and all other evidence provided regarding the services provided during this time.

7 At the evidentiary hearing, Ashley Ferrel Esq. testified that some of the items in the billing 8 that was prepared with the lien "super bill," are not necessarily accurate as the Law Office went back 9 and attempted to create a bill for work that had been done over a year before. She testified that they 10 added in .3 hours for each Wiznet filing that was reviewed and emailed and .15 hours for every 11 email that was read and responded to. She testified that the dates were not exact, they just used the 12 dates for which the documents were filed, and not necessarily the dates in which the work was 13 performed. Further, there are billed items included in the "super bill" that was not previously billed 14 to the Edgeworths, though the items are alleged to have occurred prior to or during the invoice 15 billing period previously submitted to the Edgeworths. The testimony at the evidentiary hearing 16 indicated that there were no phone calls included in the billings that were submitted to the Edgeworths. 17

This attempt to recreate billing and supplement/increase previously billed work makes it unclear to the Court as to the accuracy of this "recreated" billing, since so much time had elapsed between the actual work and the billing. The court reviewed the billings of the "super bill" in comparison to the previous bills and determined that it was necessary to discount the items that had not been previously billed for; such as text messages, reviews with the court reporter, and reviewing, downloading, and saving documents because the Court is uncertain of the accuracy of the "super bill."

Simon argues that he has no billing software in his office and that he has never billed a client
on an hourly basis, but his actions in this case are contrary. Also, Simon argues that the Edgeworths,
in this case, were billed hourly because the Lange contract had a provision for attorney's fees;

1 however, as the Court previously found, when the Edgeworths paid the invoices it was not made 2 clear to them that the billings were only for the Lange contract and that they did not need to be paid. 3 Also, there was no indication on the invoices that the work was only for the Lange claims, and not 4 the Viking claims. Ms. Ferrel testified that the billings were only for substantial items, without 5 emails or calls, understanding that those items may be billed separately; but again the evidence does 6 not demonstrate that this information was relayed to the Edgeworths as the bills were being paid. 7 This argument does not persuade the court of the accuracy of the "super bill".

8 The amount of attorney's fees and costs for the period beginning in June of 2016 to 9 December 2, 2016 is \$42,564.95. This amount is based upon the invoice from December 2, 2016 10 which appears to indicate that it began with the initial meeting with the client, leading the court to 11 determine that this is the beginning of the relationship. This invoice also states it is for attorney's 12 fees and costs through November 11, 2016, but the last hourly charge is December 2, 2016. This amount has already been paid by the Edgeworths on December 16, 2016.² 13

14 The amount of the attorney's fees and costs for the period beginning on December 5, 2016 to 15 April 4, 2017 is \$46,620.69. This amount is based upon the invoice from April 7, 2017. This 16 amount has already been paid by the Edgeworths on May 3, 2017.

17 The amount of attorney's fees for the period of April 5, 2017 to July 28, 2017, for the 18 services of Daniel Simon Esq. is \$72,077.50. The amount of attorney's fees for this period for 19 Ashley Ferrel Esq. is \$38,060.00. The amount of costs outstanding for this period is \$31,943.70. 20 This amount totals \$142,081.20 and is based upon the invoice from July 28, 2017. This amount has 21 been paid by the Edgeworths on August 16, 2017.³

22 The amount of attorney's fees for the period of July 31, 2017 to September 19, 2017, for the services of Daniel Simon Esq. is \$119,762.50. The amount of attorney's fees for this period for 24 Ashley Ferrel Esq. is \$60,981.25. The amount of attorney's fees for this period for Benjamin Miller

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²⁷ ²There are no billing amounts from December 2 to December 4, 2016. ³ There are no billings from July 28 to July 30, 2017.

Esq. is \$2,887.50. The amount of costs outstanding for this period is \$71,555.00. This amount 1 2 totals \$255,186.25 and is based upon the invoice from September 19, 2017. This amount has been paid by the Edgeworths on September 25, 2017.

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From September 19, 2017 to November 29, 2017, the Court must determine the amount of attorney fees owed to the Law Office of Daniel Simon.⁴ For the services of Daniel Simon Esq., the total amount of hours billed are 340.05. At a rate of \$550 per hour, the total attorney's fees owed to the Law Office for the work of Daniel Simon Esq. is \$187,027.50. For the services of Ashley Ferrel Esq., the total amount of hours billed are 337.15. At a rate of \$275 per hour, the total attorney's fees owed to the Law Office for the work of Ashley Ferrel Esq. from September 19, 2017 to November 29, 2017 is \$92,716.25.⁵ For the services of Benjamin Miller Esq., the total amount of hours billed are 19.05. At a rate of \$275 per hour, the total attorney's fees owed to the Law Office for the work of Benjamin Miller Esq. from September 19, 2017 to November 29, 2017 is \$5,238.75.⁶

The Court notes that though there was never a fee agreement made with Ashley Ferrel Esq. 13 14 or Benjamin Miller Esq., however, their fees were included on the last two invoices that were paid 15 by the Edgeworths, so the implied fee agreement applies to their work as well.

The Court finds that the total amount owed to the Law Office of Daniel Simon for the period of September 19, 2018 to November 29, 2017 is \$284,982.50.

Costs Owed

20 The Court finds that the Law Office of Daniel Simon is not owed any monies for outstanding costs of the litigation in Edgeworth Family Trust; and American Grating, LLC vs. Lange Plumbing, 22 LLC; The Viking Corporation; Supply Network, Inc. dba Viking Supplynet in case number A-16-738444-C. The attorney lien asserted by Simon, in January of 2018, originally sought 24 reimbursement for advances costs of \$71,594.93. The amount sought for advanced costs was later

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⁴ There are no billings for October 8th, October 28-29, and November 5th.

There is no billing for the October 7-8, October 22, October 28-29, November 4, November 11-12, November 18-19, 27 November 21, and November 23-26.

⁶ There is no billing from September 19, 2017 to November 5, 2017.

changed to \$68,844.93. In March of 2018, the Edgeworths paid the outstanding advanced costs, so the Court finds that there no outstanding costs remaining owed to the Law Office of Daniel Simon.

Quantum Meruit

When a lawyer is discharged by the client, the lawyer is no longer compensated under the discharged/breached/repudiated contract, but is paid based on quantum meruit. See e.g. Golightly v. Gassner, 281 P.3d 1176 (Nev. 2009) (unreported) (discharged contingency attorney paid by quantum meruit rather than by contingency fee pursuant to agreement with client); citing, Gordon v. Stewart, 324 P.3d 234 (1958) (attorney paid in quantum meruit after client breach of agreement); and, Cooke v. Gove, 114 P.2d 87 (Nev. 1941) (fees awarded in quantum meruit when there was no 11 contingency agreement). Here, Simon was constructively discharged by the Edgeworths on 12 November 29, 2017. The constructive discharge terminated the implied contract for fees. William 13 Kemp Esq. testified as an expert witness and stated that if there is no contract, then the proper award 14 is quantum meruit. The Court finds that the Law Office of Daniel Simon is owed attorney's fees 15 under quantum meruit from November 29, 2017, after the constructive discharge, to the conclusion 16 of the Law Office's work on this case.

17 In determining the amount of fees to be awarded under quantum meruit, the Court has wide 18 discretion on the method of calculation of attorney fee, to be "tempered only by reason and 19 fairness". Albios v. Horizon Communities, Inc., 132 P.3d 1022 (Nev. 2006). The law only requires 20 that the court calculate a reasonable fee. Shuette v. Beazer Homes Holding Corp., 124 P.3d 530 21 (Nev. 2005). Whatever method of calculation is used by the Court, the amount of the attorney fee 22 must be reasonable under the Brunzell factors. Id. The Court should enter written findings of the 23 reasonableness of the fee under the Brunzell factors. Argentena Consolidated Mining Co., v. Jolley, 24 Urga, Wirth, Woodbury Standish, 216 P.3d 779, at fn2 (Nev. 2009). Brunzell provides that 25 "[w]hile hourly time schedules are helpful in establishing the value of counsel services, other factors 26 may be equally significant. Brunzell v. Golden Gate National Bank, 455 P.2d 31 (Nev. 1969).

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The Brunzell factors are: (1) the qualities of the advocate; (2) the character of the work to be

done; (3) the work actually performed; and (4) the result obtained. <u>Id</u>. However, in this case the
 Court notes that the majority of the work in this case was complete before the date of the
 constructive discharge, and the Court is applying the <u>Brunzell</u> factors for the period commencing
 after the constructive discharge.

5 In considering the Brunzell factors, the Court looks at all of the evidence presented in the 6 case, the testimony at the evidentiary hearing, and the litigation involved in the case. In this case, the 7 evidence presented indicates that, after the constructive discharge, Simon received consent from the 8 Edgeworths, through the Vannah Law Firm, to settle their claims against Lange Plumbing LLC for 9 \$25,000. Simon continued to work with the attorneys for Lange Plumbing LLC to settle the claims 10 for more than \$25,000, and ultimately ended up settling the claims for \$100,000. The record 11 indicates that on December 5, 2017, Simon attempted an email to contact Brian Edgeworth 12 regarding settling of the Lange case, as he was continuing to have discussions with Lange's counsel, 13 regarding settling of the claims. However, Simon was told to contact Vannah's office as the 14 Edgeworths were refusing his attempts to communicate. He then, reached out to Vannah's office and 15 continued to work with Vannah's office to settle the Viking and the Lange claims. On December 7, 16 2017, Sion sent a letter advising Mr. Vannah regarding the Lange claim. Simon had advised the Edgeworths on settling of the Lange claim, but they ignored his advice and followed the advice of 17 18 the Vannah & Vannah. Upon settlement of all the claims, the Edgeworths made the unusual request 19 to open a new trust account with Mr. Vannah as the signer to deposit the Viking settlement proceeds. 20 Mr. Simon complied with the request. Further, there were continued representations from the 21 Edgeworths and the Vannah Law Firm that Simon had not been terminated from representation of 22 the Edgeworths, and no motion to withdraw was filed in this case.

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1. Quality of the Advocate

Brunzell expands on the "qualities of the advocate" factor and mentions such items as
training, skill and education of the advocate. Mr. Simon has been an active Nevada trial attorney for
over two decades. He has several 7-figure trial verdicts and settlements to his credit. Craig

Drummond Esq. testified that he considers Mr. Simon a top 1% trial lawyer and he associates Mr.
 Simon in on cases that are complex and of significant value. Michael Nunez Esq. testified that Mr.
 Simon's work on this case was extremely impressive. William Kemp Esq. testified that Mr. Simon's work product and results are exceptional.

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2. <u>The Character of the Work to be Done</u>

7 The character of the work done in this case is complex. This case was a very complex 8 products liability case, from the beginning. After the constructive discharge of Simon, the 9 complications in the case continued. The continued aggressive representation of Mr. Simon, in 10 prosecuting the case was a substantial factor in achieving the exceptional results. Even after the 11 constructive termination, Simon continued to work on the case. At one point, Simon said that he was 12 not going to abandon the case, and he didn't abandon the case. The lack of communication with the 13 Edgeworths made continuation of the case difficult, but Simon continued to work on the case and 14 ended up reaching a resolution beneficial to the Edgeworths.

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3. <u>The Work Actually Performed</u>

17 Mr. Simon was aggressive in litigating this case. Since Mr. Edgeworth is not a lawyer, it is 18 impossible that it was his work alone that led to the settlement of the Viking and Lange claims, for a 19 substantial sum, in the instant case. The Lange claims were settled for four times the original offer, 20 because Simon continued to work on the case. He continued to make efforts to communicate with 21 the Edgeworths and even followed their requests to communicate with Vannah's office. He also 22 agreed to their request of opening a trust account, though in an unusual fashion. All of the work by 23 the Law Office of Daniel Simon led to the ultimate result in this case, and a substantial result for the 24 Edgeworths.

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4. The Result Obtained

The result was impressive. This began as a \$500,000 insurance claim and ended up settling

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1 for over \$6,000,000. Mr. Simon was also able to recover an additional \$100,000 from Lange 2 Plumbing LLC. Mr. Vannah indicated to Simon that the Edgeworths were ready so sign and settle 3 the Lange Claim for \$25,000 but Simon kept working on the case and making changes to the 4 settlement agreement. This ultimately led to a larger settlement for the Edgeworths. Recognition is 5 due to Mr. Simon for placing the Edgeworths in a great position to recover a greater amount from 6 Lange. Mr. Kemp testified that this was the most important factor and that the result was incredible. 7 Mr. Kemp also testified that he has never heard of a \$6 million settlement with a \$500,000 damage 8 case. Further, in the Consent to Settle, on the Lange claims, the Edgeworth's acknowledge that they 9 were made more than whole with the settlement with the Viking entities. 10 In determining the amount of attorney's fees owed to the Law Firm of Daniel Simon, the 11 Court also considers the factors set forth in Nevada Rules of Professional Conduct – Rule 1.5(a)12 which states: 13 (a) A lawyer shall not make an agreement for, charge, or collect an 14 unreasonable fee or an unreasonable amount for expenses. The factors to be considered in determining the reasonableness of a fee include the following: 15 (1) The time and labor required, the novelty and difficulty of the 16 questions involved, and the skill requisite to perform the legal service properly; 17 (2) The likelihood, if apparent to the client, that the acceptance of the particular employment will preclude other employment by the lawyer; 18 (3) The fee customarily charged in the locality for similar legal services: 19 (4) The amount involved and the results obtained; 20 (5) The time limitations imposed by the client or by the circumstances; 21 (6) The nature and length of the professional relationship with the client; 22 (7) The experience, reputation, and ability of the lawyer or lawyers

performing the services; and

(8) Whether the fee is fixed or contingent.

NRCP 1.5. However, the Court must also consider the remainder of Rule 1.5 which goes on to state:

(b) The scope of the representation and the basis or rate of the fee and expenses for which the client will be responsible shall be communicated to the client, preferably in writing, before or within a reasonable time after

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commencing the representation, except when the lawyer will charge a regularly represented client on the same basis or rate. Any changes in the basis or rate of the fee or expenses shall also be communicated to the client.

(c) A fee may be contingent on the outcome of the matter for which the service is rendered, except in a matter in which a contingent fee is prohibited by paragraph (d) or other law. A contingent fee agreement shall be in writing, signed by the client, and shall state, in boldface type that is at least as large as the largest type used in the contingent fee agreement:

(1) The method by which the fee is to be determined, including the percentage or percentages that shall accrue to the lawyer in the event of settlement, trial or appeal;

(2) Whether litigation and other expenses are to be deducted from the recovery, and whether such expenses are to be deducted before or after the contingent fee is calculated;

(3) Whether the client is liable for expenses regardless of outcome;

(4) That, in the event of a loss, the client may be liable for the opposing party's attorney fees, and will be liable for the opposing party's costs as required by law; and

(5) That a suit brought solely to harass or to coerce a settlement may result in liability for malicious prosecution or abuse of process.

Upon conclusion of a contingent fee matter, the lawyer shall provide the client with a written statement stating the outcome of the matter and, if there is a recovery, showing the remittance to the client and the method of its determination.

NRCP 1.5.

The Court finds that under the <u>Brunzell</u> factors, Mr. Simon was an exceptional advocate for the Edgeworths, the character of the work was complex, the work actually performed was extremely significant, and the work yielded a phenomenal result for the Edgeworths. All of the <u>Brunzell</u> factors justify a reasonable fee under NRPC 1.5.

However, the Court must also consider the fact that the evidence suggests that the basis or rate of the fee and expenses for which the client will be responsible were never communicated to the client, within a reasonable time after commencing the representation. Further, this is not a contingent fee case, and the Court is not awarding a contingency fee.

Instead, the Court must determine the amount of a reasonable fee. In determining this amount of a reasonable fee, the Court must consider the work that the Law Office continued to provide on the Edgeworth's case, even after the constructive discharge. The record is clear that the

1 Edgeworths were ready to sign and settle the Lange claim for \$25,000 but Simon kept working on 2 the case and making changes to the settlement agreement. This resulted in the Edgeworth's 3 recovering an additional \$75,000 from Lange plumbing. Further, the Law Office of Daniel Simon 4 continued to work on the Viking settlement until it was finalized in December of 2017, and the 5 checks were issued on December 18, 2017. Mr. Simon continued to personally work with Mr. 6 Vannah to attempt to get the checks endorsed by the Edgeworths, and this lasted into the 2018 year. 7 The record is clear that the efforts exerted by the Law Office of Daniel Simon and Mr. Simon 8 himself were continuing, even after the constructive discharge. Though the previous agreement 9 between Simon and the Edgeworths was for \$550 per hour, the Court must take into consideration 10 that the Edgeworths' fee agreement with Vannah & Vannah was for \$925 per hour.

11 In considering the reasonable value of these services, under quantum meruit, the Court is 12 considering the previous \$550 per hour fee from the implied fee agreement, the fee for the Vannah 13 & Vannah Law Firm, the Brunzell factors, and additional work performed after the constructive 14 discharge. As such, the COURT FINDS that the Law Office of Daniel Simon is entitled to a 15 reasonable fee in the amount of \$200,000, from November 29, 2017 to the conclusion of this case.

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CONCLUSION

The Court finds that the Law Office of Daniel Simon properly filed and perfected the charging lien pursuant to NRS 18.015(3) and the Court must adjudicate the lien. The Court further 20 finds that there was an implied agreement for a fee of \$550 per hour between Mr. Simon and the Edgeworths once Simon started billing Edgeworth for this amount, and the bills were paid. The 22 Court further finds that on November 29, 2017, the Edgeworth's constructively discharged Mr. Simon as their attorney, when they ceased following his advice and refused to communicate with him about their litigation. The Court further finds that Mr. Simon was compensated at the implied agreement rate of \$550 per hour for his services, and \$275 per hour for his associates; up and until 26 the last billing of September 19, 2017. For the period from September 19, 2017 to November 29, 2017, the Court finds that Mr. Simon is entitled to his implied agreement fee of \$550 an hour, and

1	\$275 an hour for his associates, for a total amount of \$284,982.50. For the period after November		
2	29, 2017, the Court finds that the Law Office of Daniel Simon properly perfected their lien and is		
3	entitled to a reasonable fee for the services the office rendered for the Edgeworths, after being		
4	constructively discharged, under quantum meruit, in an amount of \$200,000. The Court further		
5	finds that the Law Office of Daniel Simon is entitled to costs in the amount of \$71,594.93.		
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7	<u>ORDER</u>		
8	It is hereby ordered, adjudged, and decreed, that the Motion to Adjudicate the Attorneys Lien		
9	of the Law Office of Daniel S. Simon is hereby granted and that the reasonable fee due to the Law		
10	Office of Daniel Simon is \$556,577.43, which includes outstanding costs.		
11	IT IS SO ORDERED. Dated this 27th day of September, 2022		
12			
13	Jun		
14	DISTRICT COURT JUDGE		
15			
16	4AA 825 C06C AB5C Tierra Jones District Count Judge		
17	District Court Judge		
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3		ISTRICT COURT K COUNTY, NEVADA	
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6	Edgeworth Family Trust,	CASE NO: A-16-738444-C	
7	Plaintiff(s)	DEPT. NO. Department 10	
8	vs.		
9	Lange Plumbing, L.L.C., Defendant(s)		
10			
11		CERTIFICATE OF SERVICE	
12	AUTOMATED CERTIFICATE OF SERVICE		
13	This automated certificate of service was generated by the Eighth Judicial District Court. The foregoing Order was served via the court's electronic eFile system to all		
14	recipients registered for e-Service on the above entitled case as listed below:		
15	Service Date: 9/27/2022		
16	Daniel Simon .	lawyers@simonlawlv.com	
17	Rhonda Onorato .	ronorato@rlattorneys.com	
18	Mariella Dumbrique	mdumbrique@blacklobello.law	
19 20	Michael Nunez	mnunez@murchisonlaw.com	
20 21	Tyler Ure	ngarcia@murchisonlaw.com	
22	Nicole Garcia	ngarcia@murchisonlaw.com	
23	James Christensen	jim@jchristensenlaw.com	
24	John Greene	jgreene@vannahlaw.com	
25	James Christensen	jim@jchristensenlaw.com	
26	Michael Nunez	mnunez@murchisonlaw.com	
27		minimez e murembolinuw.com	
28			

1 2	Daniel Simon	dan@danielsimonlaw.com
2	Gary Call	gcall@rlattorneys.com
4	J. Graf	Rgraf@blacklobello.law
5	Robert Vannah	rvannah@vannahlaw.com
6	Christopher Page	chrispage@vannahlaw.com
7	Steve Morris	sm@morrislawgroup.com
8	Rosa Solis-Rainey	rsr@morrislawgroup.com
9	Traci Baez	tkb@morrislawgroup.com
10 11	Gabriela Mercado	gm@morrislawgroup.com
11	Zeairah Marable	zmarable@vannahlaw.com
13	Laysha Guerrero	lguerrero@vannahlaw.com
14		
15	If indicated below, a copy of the above mentioned filings were also served by m via United States Postal Service, postage prepaid, to the parties listed below at their las	
16	known addresses on 9/28/2022	
17		2460 Professional CT STE 200 Las Vegas, NV, 89128
18	1	Las Vegas, 11 V, 69126
19		
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20 21		
20 21 22		
20212223		
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 20 21 22 23 24 25 		
 20 21 22 23 24 		
 20 21 22 23 24 25 26 		
 20 21 22 23 24 25 26 27 		

EXHIBIT B

(District Court's 3/16/21 Premature Post-Mandate Order)

		Electronically Filed 03/16/2021 2:55 PM
		CLERK OF THE COURT
1	ORD	
2		
3	DISTRIC	T COURT
4	CLARK COU	NTY, NEVADA
5		
6 7	EDGEWORTH FAMILY TRUST; and AMERICAN GRATING, LLC,	
8	Plaintiffs,	CASE NO.: A-18-767242-C
9	vs.	DEPT NO.: X
10	LANGE PLUMBING, LLC; THE VIKING	
11	CORPORATION, a Michigan Corporation; SUPPLY NETWORK, INC., dba VIKING	Consolidated with
12	SUPPLYNET, a Michigan Corporation; and	
13	DOES 1 through 5; and, ROE entities 6 through 10;	CASE NO.: A-16-738444-C DEPT NO.: X
14	Defendants.	
15	EDGEWORTH FAMILY TRUST; and AMERICAN GRATING, LLC,	
16	Plaintiffs,	SECOND AMENDED DECISION AND
17	VS.	ORDER ON MOTION TO ADJUDICATE LIEN
18	DANIEL C. CIMON, THE LAW OFFICE OF	
19	DANIEL S. SIMON; THE LAW OFFICE OF DANIEL S. SIMON, a Professional Corporation	
20	d/b/a SIMON LAW; DOES 1 through 10; and, ROE entities 1 through 10;	
21	Defendants.	
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23	SECOND AMENDED DECISION AND ORDER ON MOTION TO	
24	ADJUDIC	CATE LIEN
25	This case came on for an evidentiary	hearing August 27-30, 2018 and concluded on
26	September 18, 2018, in the Eighth Judicial Dist	trict Court, Clark County, Nevada, the Honorable
27	Tierra Jones presiding. Defendants and movant, Daniel Simon and Law Office of Daniel S. Simo	
28	d/b/a Simon Law ("Defendants" or "Law Office"	" or "Simon" or "Mr. Simon") having appeared in

person and by and through their attorneys of record, Peter S. Christiansen, Esq. and James Christensen, Esq. and Plaintiff Edgeworth Family Trust and American Grating, ("Plaintiff" or "Edgeworths") having appeared through Brian and Angela Edgeworth, and by and through their attorneys of record, the law firm of Vannah and Vannah, Chtd. Robert Vannah, Esq. and John Greene, Esq. The Court having considered the evidence, arguments of counsel and being fully advised of the matters herein, the **COURT FINDS**:

FINDINGS OF FACT

9 1. The Court finds that the Law Office of Daniel S. Simon represented the Plaintiffs,
10 Edgeworth Family Trust and American Grating in the case entitled Edgeworth Family Trust and
11 American Grating v. Viking, et al., case number A-16-738444-C. The representation commenced on
12 May 27, 2016 when Brian Edgeworth and Daniel Simon Esq. met at Starbucks. This representation
13 originally began as a favor between friends and there was no discussion of fees, at this point. Mr.
14 Simon and his wife were close family friends with Brian and Angela Edgeworth.

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The case involved a complex products liability issue.

3. On April 10, 2016, a house the Edgeworths were building as a speculation home
suffered a flood. The house was still under construction and the flood caused a delay. The
Edgeworths did not carry loss insurance if a flood occurred and the plumbing company and
manufacturer refused to pay for the property damage. A fire sprinkler installed by the plumber, and
within the plumber's scope of work, caused the flood; however, the plumber asserted the fire
sprinkler was defective and refused to repair or to pay for repairs. The manufacturer of the sprinkler,
Viking, et al., also denied any wrongdoing.

23 24 25 4. In May of 2016, Mr. Simon agreed to help his friend with the flood claim and to send a few letters. The parties initially hoped that Simon drafting a few letters to the responsible parties could resolve the matter. Simon wrote the letters to the responsible parties, but the matter did not resolve. Since the matter was not resolved, a lawsuit had to be filed.

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On June 14, 2016, a complaint was filed in the case of Edgeworth Family Trust; and

1	American Grating LLC vs. Lange Plumbing, LLC; the Viking Corporation; Supply Network Inc.,			
2	dba Viking Supplynet, in case number A-18-738444-C. The cost of repairs was approximately			
3	\$500,000. One of the elements of the Edgeworth's damages against Lange Plumbing LLC ("Lange")			
4	in the litigation was for reimbursement of the fees and costs that were paid by the Edgeworths.			
5	6. On August 9, 2017, Mr. Simon and Brian Edgeworth traveled to San Diego to meet			
6	with an expert. As they were in the airport waiting for a return flight, they discussed the case, and			
7	had some discussion about payments and financials. No express fee agreement was reached during			
8	the meeting. On August 22, 2017, Brian Edgeworth sent an email to Simon entitled "Contingency."			
9	It reads as follows:			
9 10	It reads as follows.			
	We never really had a structured discussion about how this might be done.			
11	I am more than happy to keep paying hourly but if we are going for punitive we should probably explore a hybrid of hourly on the claim and then some			
12	other structure that incents both of us to win an go after the appeal that these			
13	scumbags will file etc. Obviously that could not have been done earlier since who would have			
14	thought this case would meet the hurdle of punitive at the start. I could also swing hourly for the whole case (unless I am off what this is			
15	going to cost). I would likely borrow another \$450K from Margaret in 250			
16	and 200 increments and then either I could use one of the house sales for cash or if things get really bad, I still have a couple million in bitcoin I could sell.			
17	I doubt we will get Kinsale to settle for enough to really finance this since I would have to pay the first \$750,000 or so back to Colin and Margaret and			
18	why would Kinsale settle for \$1MM when their exposure is only \$1MM?			
19				
20	(Def. Exhibit 27).			
21	7. During the litigation, Simon sent four (4) invoices to the Edgeworths. The first			
22	invoice was sent on December 2, 2016, seven (7) months after the original meeting at Starbucks.			
23	This invoice indicated that it was for attorney's fees and costs through November 11, 2016. (Def.			
24	Exhibit 8). The total of this invoice was \$42,564.95 and was billed at a "reduced" rate of \$550 per			
25	hour. Id. The invoice was paid by the Edgeworths on December 16, 2016.			
26	8. On April 7, 2017 a second invoice was sent to the Edgeworths for attorney's fees and			
27	costs through April 4, 2017 for a total of \$46,620.69, and was billed at a "reduced" rate of \$550 per			
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hour. (Def. Exhibit 9). This invoice was paid by the Edgeworths on May 3, 2017. There was no
 indication on the first two invoices if the services were those of Mr. Simon or his associates; but the
 bills indicated an hourly rate of \$550.00 per hour.

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9. A third invoice was sent to the Edgeworths on July 28, 2017 for attorney's fees and costs through July 28, 2017 totaling of \$142,080.20. (Def. Exhibit 10). This bill identified services of Daniel Simon Esq. for a "reduced" rate of \$550 per hour totaling \$104,021.20; and services of Ashley Ferrel Esq. for a "reduced" rate of \$275 per hour totaling \$37,959.00. <u>Id</u>. This invoice was paid by the Edgeworths on August 16, 2017.

9 10. The fourth invoice was sent to the Edgeworths on September 19, 2017 in an amount
of \$255,186.25 for attorney's fees and costs; with \$191,317.50 being calculated at a "reduced" rate
of \$550 per hour for Daniel Simon Esq., \$60,981.25 being calculated at a "reduced" rate of \$275 per
hour for Ashley Ferrel Esq., and \$2,887.50 being calculated at a "reduced" rate of \$275 per hour for
Benjamin Miller Esq. (Def. Exhibit 11). This invoice was paid by the Edgeworths on September
25, 2017.

15 11. The amount of attorney's fees in the four (4) invoices was \$367,606.25, and 16 \$118,846.84 in costs; for a total of \$486,453.09.¹ These monies were paid to Daniel Simon Esq. and 17 never returned to the Edgeworths. The Edgeworths secured very high interest loans to pay fees and 18 costs to Simon. They made Simon aware of this fact.

19 12. Between June 2016 and December 2017, there was a tremendous amount of work
20 done in the litigation of this case. There were several motions and oppositions filed, several
21 depositions taken, and several hearings held in the case.

22 13. On the evening of November 15, 2017, the Edgeworth's received the first settlement
23 offer for their claims against the Viking Corporation ("Viking"). However, the claims were not
24 settled until on or about December 1, 2017.

25 26 14. Also on November 15, 2017, Brian Edgeworth sent an email to Simon asking for the

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¹ \$265,677.50 in attorney's fees for the services of Daniel Simon; \$99,041.25 for the services of Ashley Ferrel; and \$2,887.50 for the services of Benjamin Miller.

1	open invoice. The email stated: "I know I have an open invoice that you were going to give me at			
2	mediation a couple weeks ago and then did not leave with me. Could someone in your office send			
3	Peter (copied here) any invoices that are unpaid please?" (Def. Exhibit 38).			
4	15. On November 17, 2017, Simon scheduled an appointment for the Edgeworths to			
5	come to his office to discuss the litigation.			
6	16. On November 27, 2017, Simon sent a letter with an attached retainer agreement,			
7	stating that the fee for legal services would be \$1,500,000 for services rendered to date. (Plaintiff's			
8	Exhibit 4).			
9	17. On November 29, 2017, the Edgeworths met with the Law Office of Vannah &			
10	Vannah and signed a retainer agreement. (Def. Exhibit 90). On this date, they ceased all			
11	communications with Mr. Simon.			
12	18. On the morning of November 30, 2017, Simon received a letter advising him that the			
13	Edgeworths had retained the Vannah Law Firm to assist in the litigation with the Viking entities,			
14	et.al. The letter read as follows:			
15	"Please let this letter serve to advise you that I've retained Robert D. Vannah,			
16	Esq. and John B. Greene, Esq., of Vannah & Vannah to assist in the litigation with the Viking entities, et.al. I'm instructing you to cooperate with them in			
17	every regard concerning the litigation and any settlement. I'm also instructing			
18	you to give them complete access to the file and allow them to review whatever documents they request to review. Finally, I direct you to allow			
19	them to participate without limitation in any proceeding concerning our case, whether it be at depositions, court hearings, discussions, etc."			
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21	(Def. Exhibit 43).			
22	19. On the same morning, Simon received, through the Vannah Law Firm, the			
23	Edgeworth's consent to settle their claims against Lange Plumbing LLC for \$25,000.			
24	20. Also on this date, the Law Office of Danny Simon filed an attorney's lien for the			
25	reasonable value of its services pursuant to NRS 18.015. (Def. Exhibit 3). On January 2, 2018, the			
26	Law Office filed an amended attorney's lien for the sum of \$2,345,450, less payments made in the			
27	sum of \$367,606.25, for a net lien in the sum of \$1,977,843.80. This lien includes court costs and			
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- 1 out-of-pocket costs advanced by the Law Office of Daniel S. Simon in the sum of \$76,535.93. 2 21. Mr. Edgeworth alleges that the fee agreement with Simon was only for an hourly 3 express agreement of \$550 an hour; and that the agreement for \$550 an hour was made at the outset 4 of the case. Mr. Simon alleges that he worked on the case always believing he would receive the 5 reasonable value of his services when the case concluded. There is a dispute over the reasonable fee 6 due to the Law Office of Danny Simon. 7 22. The parties agree that an express written contract was never formed. 8 23. On December 7, 2017, the Edgeworths signed Consent to Settle their claims against 9 Lange Plumbing LLC for \$100,000. 10 24. On January 4, 2018, the Edgeworth Family Trust filed a lawsuit against Simon in 11 Edgeworth Family Trust; American Grating LLC vs. Daniel S. Simon, the Law Office of Daniel S. 12 Simon, a Professional Corporation, case number A-18-767242-C. 13 25. On January 24, 2018, the Law Office of Danny Simon filed a Motion to Adjudicate 14 Lien with an attached invoice for legal services rendered. The amount of the invoice was 15 \$692,120.00. The Court set an evidentiary hearing to adjudicate the lien. 16 17 **CONCLUSION OF LAW** 18 The Law Office Appropriately Asserted A Charging Lien Which Must Be Adjudicated By The 19 Court 20 An attorney may obtain payment for work on a case by use of an attorney lien. Here, the 21 Law Office of Daniel Simon may use a charging lien to obtain payment for work on case A-16-22 738444-C under NRS 18.015. 23 NRS 18.015(1)(a) states: 24 1. An attorney at law shall have a lien: (a) Upon any claim, demand or cause of action, including any claim for unliquidated 25 damages, which has been placed in the attorney's hands by a client for suit or 26 collection, or upon which a suit or other action has been instituted. 27 Nev. Rev. Stat. 18.015.
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1 The Court finds that the lien filed by the Law Office of Daniel Simon, in case A-16-738444-C, 2 complies with NRS 18.015(1)(a). The Law Office perfected the charging lien pursuant to NRS 3 18.015(3), by serving the Edgeworths as set forth in the statute. The Law Office charging lien was 4 perfected before settlement funds generated from A-16-738444-C of \$6,100,000.00 were deposited, 5 thus the charging lien attached to the settlement funds. Nev. Rev. Stat. 18.015(4)(a); Golightly & 6 Vannah, PLLC v. TJ Allen LLC, 373 P.3d 103, at 105 (Nev. 2016). The Law Office's charging lien 7 is enforceable in form.

8 The Court has personal jurisdiction over the Law Office and the Plaintiffs in A-16-738444-C. Argentina Consolidated Mining Co., v. Jolley, Urga, Wirth, Woodbury & Standish, 216 P.3d 779 at 10 782-83 (Nev. 2009). The Court has subject matter jurisdiction over adjudication of the Law Office's charging lien. Argentina, 216 P.3d at 783. The Law Office filed a motion requesting adjudication 12 under NRS 18.015, thus the Court must adjudicate the lien.

Fee Agreement

15 It is undisputed that no express written fee agreement was formed. The Court finds that there 16 was no express oral fee agreement formed between the parties. An express oral agreement is formed when all important terms are agreed upon. See, Loma Linda University v. Eckenweiler, 469 P.2d 54 (Nev. 1970) (no oral contract was formed, despite negotiation, when important terms were 19 not agreed upon and when the parties contemplated a written agreement). The Court finds that the 20 payment terms are essential to the formation of an express oral contract to provide legal services on an hourly basis.

22 Here, the testimony from the evidentiary hearing does not indicate, with any degree of 23 certainty, that there was an express oral fee agreement formed on or about June of 2016. Despite 24 Brian Edgeworth's affidavits and testimony; the emails between himself and Danny Simon, 25 regarding punitive damages and a possible contingency fee, indicate that no express oral fee 26 agreement was formed at the meeting on June 10, 2016. Specifically in Brian Edgeworth's August 27 22, 2017 email, titled "Contingency," he writes:

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"We never really had a structured discussion about how this might be done. I am more than happy to keep paying hourly but if we are going for punitive we should probably explore a hybrid of hourly on the claim and then some other structure that incents both of us to win an go after the appeal that these scumbags will file etc. Obviously that could not have been done earlier since who would have thought this case would meet the hurdle of punitive at the start. I could also swing hourly for the whole case (unless I am off what this is going to cost). I would likely borrow another \$450K from Margaret in 250 and 200 increments and then either I could use one of the house sales for cash or if things get really bad, I still have a couple million in bitcoin I could sell. I doubt we will get Kinsale to settle for enough to really finance this since I would have to pay the first \$750,000 or so back to Colin and Margaret and why would Kinsale settle for \$1MM when their exposure is only \$1MM?"

11 (Def. Exhibit 27).

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12 It is undisputed that when the flood issue arose, all parties were under the impression that Simon13 would be helping out the Edgeworths, as a favor.

14 The Court finds that an implied fee agreement was formed between the parties on December 2, 2016, when Simon sent the first invoice to the Edgeworths, billing his services at \$550 per hour, 15 16 and the Edgeworths paid the invoice. On July 28, 2017 an addition to the implied contract was 17 created with a fee of \$275 per hour for Simon's associates. Simon testified that he never told the 18 Edgeworths not to pay the bills, though he testified that from the outset he only wanted to "trigger 19 coverage". When Simon repeatedly billed the Edgeworths at \$550 per hour for his services, and 20 \$275 an hour for the services of his associates; and the Edgeworths paid those invoices, an implied 21 fee agreement was formed between the parties. The implied fee agreement was for \$550 per hour for the services of Daniel Simon Esq. and \$275 per hour for the services of his associates. 22

Constructive Discharge

Constructive discharge of an attorney may occur under several circumstances, such as:

• Refusal to communicate with an attorney creates constructive discharge. <u>Rosenberg v.</u> <u>Calderon Automation</u>, 1986 Ohio App. LEXIS 5460 (Jan. 31, 1986).

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1	 Refusal to pay an attorney creates constructive discharge. See e.g., Christian v. All Persons Claiming Any Right, 962 F. Supp. 676 (U.S. Dist. V.I. 1997). 		
2	• Suing an attorney creates constructive discharge. See <u>Tao v. Probate Court for the Northeast</u>		
3	Dist. #26, 2015 Conn. Super. LEXIS 3146, *13-14, (Dec. 14, 2015). See also Maples v.		
4	<u>Thomas</u> , 565 U.S. 266 (2012); <i>Harris v. State</i> , 2017 Nev. LEXIS 111; and <u>Guerrero v. State</u> , 2017 Nev. Unpubl. LEXIS 472.		
5	• Taking actions that preventing effective representation creates constructive discharge.		
6	McNair v. Commonwealth, 37 Va. App. 687, 697-98 (Va. 2002).		
7	Here, the Court finds that the Edgeworths constructively discharged Simon as their lawyer on		
8	November 29, 2017. The Edgeworths assert that because Simon has not been expressly terminated,		
9	has not withdrawn, and is still technically their attorney of record; there cannot be a termination.		
10	The Court disagrees.		
11	On November 29, 2017, the Edgeworths met with the Law Firm of Vannah and Vannah and		
12	signed a retainer agreement. The retainer agreement was for representation on the Viking settlement		
13	agreement and the Lange claims. (Def. Exhibit 90). This is the exact litigation that Simon was		
14	representing the Edgeworths on. This fee agreement also allowed Vannah and Vannah to do all		
15	things without a compromise. Id. The retainer agreement specifically states:		
16			
17	Client retains Attorneys to represent him as his Attorneys regarding		
18	Edgeworth Family Trust and AMERICAN GRATING V. ALL VIKING ENTITIES and all damages including, but not limited to, all claims in this matter and empowers them to do all things to affect a compromise in said		
19	matter and empowers them to do all things to effect a compromise in said matter, or to institute such legal action as may be advisable in their judgment,		
20	and agrees to pay them for their services, on the following conditions: a)		
21	b)c) Client agrees that his attorneys will work to consummate a settlement of		
22	\$6,000,000 from the Viking entities and any settlement amount agreed to be		
23	paid by the Lange entity. Client also agrees that attorneys will work to reach an agreement amongst the parties to resolve all claims in the Lange and		
24	Viking litigation.		
25	<u>Id</u> .		
26	This agreement was in place at the time of the settlement of the Viking and Lange claims. Mr.		
27	Simon had already begun negotiating the terms of the settlement agreement with Viking during the		
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week of November 27, 2017 prior to Mr. Vannah's involvement. These negotiated terms were put
into a final release signed by the Edgeworths and Mr. Vannah's office on December 1, 2017. (Def.
Exhibit 5). Mr. Simon's name is not contained in the release; Mr. Vannah's firm is expressly
identified as the firm that solely advised the clients about the settlement. The actual language in the
settlement agreement, for the Viking claims, states:

PLAINTIFFS represent that their independent counsel, Robert Vannah, Esq. and John Greene, Esq., of the law firm Vannah & Vannah has explained the effect of this AGREEMENT and their release of any and all claims, known or unknown and, based upon that explanation and their independent judgment by the reading of this Agreement, PLAINTIFFS understand and acknowledge the legal significance and the consequences of the claims being released by this Agreement. PLAINTIFFS further represent that they understand and acknowledge the legal significance and consequences of a release of unknown claims against the SETTLING PARTIES set forth in, or arising from, the INCIDENT and hereby assume full responsibility for any injuries, damages, losses or liabilities that hereafter may occur with respect to the matters released by this Agreement.

14 Id.

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Also, Simon was not present for the signing of these settlement documents and never explained any of the terms to the Edgeworths. He sent the settlement documents to the Law Office of Vannah and Vannah and received them back with the signatures of the Edgeworths.

Further, the Edgeworths did not personally speak with Simon after November 25, 2017. Though there were email communications between the Edgeworths and Simon, they did not verbally speak to him and were not seeking legal advice from him. In an email dated December 5, 2017, Simon is requesting Brian Edgeworth return a call to him about the case, and Brian Edgeworth responds to the email saying, "please give John Greene at Vannah and Vannah a call if you need anything done on the case. I am sure they can handle it." (Def. Exhibit 80). At this time, the claim against Lange Plumbing had not been settled. The evidence indicates that Simon was actively working on this claim, but he had no communication with the Edgeworth sand was not advising them on the claim against Lange Plumbing. Specifically, Brian Edgeworth testified that Robert Vannah Esq. told them what Simon said about the Lange claims and it was established that the Law

Firm of Vannah and Vannah provided advice to the Edgeworths regarding the Lange claim. Simon and the Law Firm of Vannah and Vannah gave different advice on the Lange claim, and the Edgeworths followed the advice of the Law Firm of Vannah and Vannah to settle the Lange claim. The Law Firm of Vannah and Vannah drafted the consent to settle for the claims against Lange Plumbing (Def. Exhibit 47). This consent to settle was inconsistent with the advice of Simon. Mr. Simon never signed off on any of the releases for the Lange settlement.

7 Further demonstrating a constructive discharge of Simon is the email from Robert Vannah 8 Esq. to James Christensen Esq. dated December 26, 2017, which states: "They have lost all faith and 9 trust in Mr. Simon. Therefore, they will not sign the checks to be deposited into his trust account. 10 Quite frankly, they are fearful that he will steal the money." (Def. Exhibit 48). Then on January 4, 11 2018, the Edgeworth's filed a lawsuit against Simon in Edgeworth Family Trust; American Grating, 12 LLC vs. Daniel S. Simon; the Law Office of Daniel S. Simon, a Professional Corporation d/b/a 13 Simon Law, case number A-18-767242-C. Then, on January 9, 2018, Robert Vannah Esq. sent an 14 email to James Christensen Esq. stating, "I guess he could move to withdraw. However, that 15 doesn't seem in his best interests." (Def. Exhibit 53).

16 The Court recognizes that Simon still has not withdrawn as counsel of record on A-16-17 738444-C, the Law Firm of Vannah and Vannah has never substituted in as counsel of record, the 18 Edgeworths have never explicitly told Simon that he was fired, Simon sent the November 27, 2018 19 letter indicating that the Edgeworth's could consult with other attorneys on the fee agreement (that 20 was attached to the letter), and that Simon continued to work on the case after the November 29, 21 2017 date. The court further recognizes that it is always a client's decision of whether or not to 22 accept a settlement offer. However the issue is constructive discharge and nothing about the fact 23 that Mr. Simon has never officially withdrawn from the case indicates that he was not constructively 24 discharged. His November 27, 2017 letter invited the Edgeworth's to consult with other attorneys 25 on the fee agreement, not the claims against Viking or Lange. His clients were not communicating 26 with him, making it impossible to advise them on pending legal issues, such as the settlements with 27 Lange and Viking. It is clear that there was a breakdown in attorney-client relationship preventing

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2	Simon from effectively representing the clients. The Court finds that Danny Simon was				
3	constructively discharged by the Edgeworths on November 29, 2017.				
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5	Adjudication of the Lien and Determination of the Law Office Fee				
6	NRS 18.015 states:				
7	1. An attorney at law shall have a lien:				
8	(a) Upon any claim, demand or cause of action, including any claim for unliquidated damages, which has been placed in the attorney's hands by a				
9	client for suit or collection, or upon which a suit or other action has been				
10	instituted. (b) In any civil action, upon any file or other property properly left in the				
11	possession of the attorney by a client.2. A lien pursuant to subsection 1 is for the amount of any fee which has				
12	been agreed upon by the attorney and client. In the absence of an agreement,				
13	the lien is for a reasonable fee for the services which the attorney has rendered for the client.				
14	3. An attorney perfects a lien described in subsection 1 by serving notice in writing, in person or by certified mail, return receipt requested, upon his or				
15	her client and, if applicable, upon the party against whom the client has a				
16	cause of action, claiming the lien and stating the amount of the lien.4. A lien pursuant to:				
17	(a) Paragraph (a) of subsection 1 attaches to any verdict, judgment or decree entered and to any money or property which is recovered on account of				
18	the suit or other action; and (b) Paragraph (b) of subsection 1 attaches to any file or other property				
19	properly left in the possession of the attorney by his or her client, including,				
20	without limitation, copies of the attorney's file if the original documents received from the client have been returned to the client, and authorizes the				
21	attorney to retain any such file or property until such time as an adjudication is made pursuant to subsection 6, from the time of service of the notices				
22	required by this section.				
23	5. A lien pursuant to paragraph (b) of subsection 1 must not be construed as inconsistent with the attorney's professional responsibilities to				
24	the client. 6. On motion filed by an attorney having a lien under this section, the				
25	attorney's client or any party who has been served with notice of the lien, the				
26	court shall, after 5 days' notice to all interested parties, adjudicate the rights of the attorney, client or other parties and enforce the lien.				
27	7. Collection of attorney's fees by a lien under this section may be utilized with, after or independently of any other method of collection.				
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Nev. Rev. Stat. 18.015.

NRS 18.015(2) matches Nevada contract law. If there is an express contract, then the contract terms are applied. Here, there was no express contract for the fee amount, however there was an implied contract when Simon began to bill the Edgeworths for fees in the amount of \$550 per hour for his services, and \$275 per hour for the services of his associates. This contract was in effect until November 29, 2017, when he was constructively discharged from representing the Edgeworths. After he was constructively discharged, under NRS 18.015(2) and Nevada contract law, Simon is due a reasonable fee- that is, quantum meruit.

Implied Contract

On December 2, 2016, an implied contract for fees was created. The implied fee was \$550 an hour for the services of Mr. Simon. On July 28, 2017 an addition to the implied contract was created with a fee of \$275 per hour for the services of Simon's associates. This implied contract was created when invoices were sent to the Edgeworths, and they paid the invoices.

The invoices that were sent to the Edgeworths indicate that they were for costs and attorney's fees, and these invoices were paid by the Edgeworths. Though the invoice says that the fees were reduced, there is no evidence that establishes that there was any discussion with the Edgeworths as to how much of a reduction was being taken, and that the invoices did not need to be paid. There is no indication that the Edgeworths knew about the amount of the reduction and acknowledged that the full amount would be due at a later date. Simon testified that Brian Edgeworth chose to pay the bills to give credibility to his actual damages, above his property damage loss. However, as the lawyer/counselor, Simon did not prevent Brian Edgeworth from paying the bill or in any way refund the money, or memorialize this or any understanding in writing.

Simon produced evidence of the claims for damages for his fees and costs pursuant to NRCP 16.1 disclosures and computation of damages; and these amounts include the four invoices that were paid in full and there was never any indication given that anything less than all the fees had been

1 produced. During the deposition of Brian Edgeworth it was suggested, by Simon, that all of the fees 2 had been disclosed. Further, Simon argues that the delay in the billing coincides with the timing of 3 the NRCP 16.1 disclosures, however the billing does not distinguish or in any way indicate that the 4 sole purpose was for the Lange Plumbing LLC claim. Since there is no contract, the Court must 5 look to the actions of the parties to demonstrate the parties' understanding. Here, the actions of the 6 parties are that Simon sent invoices to the Edgeworths, they paid the invoices, and Simon Law 7 Office retained the payments, indicating an implied contract was formed between the parties. The 8 Court find that the Law Office of Daniel Simon should be paid under the implied contract until the 9 date they were constructively discharged, November 29, 2017.

Amount of Fees Owed Under Implied Contract

12 The Edgeworths were billed, and paid for services through September 19, 2017. There is 13 some testimony that an invoice was requested for services after that date, but there is no evidence 14 that any invoice was paid by the Edgeworths. Since the Court has found that an implied contract for 15 fees was formed, the Court must now determine what amount of fees and costs are owed from 16 September 19, 2017 to the constructive discharge date of November 29, 2017. In doing so, the 17 Court must consider the testimony from the witnesses at the evidentiary hearing, the submitted 18 billings, the attached lien, and all other evidence provided regarding the services provided during 19 this time.

20 At the evidentiary hearing, Ashley Ferrel Esq. testified that some of the items in the billing 21 that was prepared with the lien "super bill," are not necessarily accurate as the Law Office went back 22 and attempted to create a bill for work that had been done over a year before. She testified that they 23 added in .3 hours for each Wiznet filing that was reviewed and emailed and .15 hours for every 24 email that was read and responded to. She testified that the dates were not exact, they just used the 25 dates for which the documents were filed, and not necessarily the dates in which the work was 26 performed. Further, there are billed items included in the "super bill" that was not previously billed 27 to the Edgeworths, though the items are alleged to have occurred prior to or during the invoice

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1 billing period previously submitted to the Edgeworths. The testimony at the evidentiary hearing 2 indicated that there were no phone calls included in the billings that were submitted to the 3 Edgeworths.

4 This attempt to recreate billing and supplement/increase previously billed work makes it 5 unclear to the Court as to the accuracy of this "recreated" billing, since so much time had elapsed 6 between the actual work and the billing. The court reviewed the billings of the "super bill" in 7 comparison to the previous bills and determined that it was necessary to discount the items that had 8 not been previously billed for; such as text messages, reviews with the court reporter, and reviewing, 9 downloading, and saving documents because the Court is uncertain of the accuracy of the "super 10 bill."

11 Simon argues that he has no billing software in his office and that he has never billed a client 12 on an hourly basis, but his actions in this case are contrary. Also, Simon argues that the Edgeworths, 13 in this case, were billed hourly because the Lange contract had a provision for attorney's fees; 14 however, as the Court previously found, when the Edgeworths paid the invoices it was not made 15 clear to them that the billings were only for the Lange contract and that they did not need to be paid. 16 Also, there was no indication on the invoices that the work was only for the Lange claims, and not 17 the Viking claims. Ms. Ferrel testified that the billings were only for substantial items, without 18 emails or calls, understanding that those items may be billed separately; but again the evidence does 19 not demonstrate that this information was relayed to the Edgeworths as the bills were being paid. 20 This argument does not persuade the court of the accuracy of the "super bill".

The amount of attorney's fees and costs for the period beginning in June of 2016 to 22 December 2, 2016 is \$42,564.95. This amount is based upon the invoice from December 2, 2016 23 which appears to indicate that it began with the initial meeting with the client, leading the court to 24 determine that this is the beginning of the relationship. This invoice also states it is for attorney's 25 fees and costs through November 11, 2016, but the last hourly charge is December 2, 2016. This 26

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1 amount has already been paid by the Edgeworths on December 16, 2016.²

The amount of the attorney's fees and costs for the period beginning on December 5, 2016 to April 4, 2017 is \$46,620.69. This amount is based upon the invoice from April 7, 2017. This amount has already been paid by the Edgeworths on May 3, 2017.

The amount of attorney's fees for the period of April 5, 2017 to July 28, 2017, for the services of Daniel Simon Esq. is \$72,077.50. The amount of attorney's fees for this period for Ashley Ferrel Esq. is \$38,060.00. The amount of costs outstanding for this period is \$31,943.70. This amount totals \$142,081.20 and is based upon the invoice from July 28, 2017. This amount has been paid by the Edgeworths on August 16, 2017.³

The amount of attorney's fees for the period of July 31, 2017 to September 19, 2017, for the services of Daniel Simon Esq. is \$119,762.50. The amount of attorney's fees for this period for Ashley Ferrel Esq. is \$60,981.25. The amount of attorney's fees for this period for Benjamin Miller Esq. is \$2,887.50. The amount of costs outstanding for this period is \$71,555.00. This amount totals \$255,186.25 and is based upon the invoice from September 19, 2017. This amount has been paid by the Edgeworths on September 25, 2017.

16 From September 19, 2017 to November 29, 2017, the Court must determine the amount of attorney fees owed to the Law Office of Daniel Simon.⁴ For the services of Daniel Simon Esq., the 17 18 total amount of hours billed are 340.05. At a rate of \$550 per hour, the total attorney's fees owed to 19 the Law Office for the work of Daniel Simon Esq. is \$187,027.50. For the services of Ashley Ferrel 20 Esq., the total amount of hours billed are 337.15. At a rate of \$275 per hour, the total attorney's fees 21 owed to the Law Office for the work of Ashley Ferrel Esq. from September 19, 2017 to November 29, 2017 is \$92,716.25.⁵ For the services of Benjamin Miller Esq., the total amount of hours billed 22 are 19.05. At a rate of \$275 per hour, the total attorney's fees owed to the Law Office for the work 23

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²There are no billing amounts from December 2 to December 4, 2016.

³ There are no billings from July 28 to July 30, 2017.

⁴ There are no billings for October 8th, October 28-29, and November 5th.

 ¹ There is no billing for the October 7-8, October 22, October 28-29, November 4, November 11-12, November 18-19, November 21, and November 23-26.

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of Benjamin Miller Esq. from September 19, 2017 to November 29, 2017 is \$5,238.75.⁶

The Court notes that though there was never a fee agreement made with Ashley Ferrel Esq. or Benjamin Miller Esq., however, their fees were included on the last two invoices that were paid by the Edgeworths, so the implied fee agreement applies to their work as well.

The Court finds that the total amount owed to the Law Office of Daniel Simon for the period of September 19, 2018 to November 29, 2017 is \$284,982.50.

Costs Owed

The Court finds that the Law Office of Daniel Simon is not owed any monies for outstanding 10 costs of the litigation in Edgeworth Family Trust; and American Grating, LLC vs. Lange Plumbing, LLC; The Viking Corporation; Supply Network, Inc. dba Viking Supplynet in case number A-16-12 The attorney lien asserted by Simon, in January of 2018, originally sought 738444-C. reimbursement for advances costs of \$71,594.93. The amount sought for advanced cots was later 13 14 changed to \$68,844.93. In March of 2018, the Edgeworths paid the outstanding advanced costs, so 15 the Court finds that there no outstanding costs remaining owed to the Law Office of Daniel Simon.

Quantum Meruit

18 When a lawyer is discharged by the client, the lawyer is no longer compensated under the 19 discharged/breached/repudiated contract, but is paid based on quantum meruit. See e.g. Golightly v. 20 Gassner, 281 P.3d 1176 (Nev. 2009) (unreported) (discharged contingency attorney paid by 21 quantum meruit rather than by contingency fee pursuant to agreement with client); citing, Gordon v. 22 Stewart, 324 P.3d 234 (1958) (attorney paid in quantum meruit after client breach of agreement); 23 and, Cooke v. Gove, 114 P.2d 87 (Nev. 1941) (fees awarded in quantum meruit when there was no 24 contingency agreement). Here, Simon was constructively discharged by the Edgeworths on 25 November 29, 2017. The constructive discharge terminated the implied contract for fees. William 26 Kemp Esq. testified as an expert witness and stated that if there is no contract, then the proper award

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⁶ There is no billing from September 19, 2017 to November 5, 2017.

is quantum meruit. The Court finds that the Law Office of Daniel Simon is owed attorney's fees
 under quantum meruit from November 29, 2017, after the constructive discharge, to the conclusion
 of the Law Office's work on this case.

- 4 In determining the amount of fees to be awarded under quantum meruit, the Court has wide 5 discretion on the method of calculation of attorney fee, to be "tempered only by reason and 6 fairness". Albios v. Horizon Communities, Inc., 132 P.3d 1022 (Nev. 2006). The law only requires 7 that the court calculate a reasonable fee. Shuette v. Beazer Homes Holding Corp., 124 P.3d 530 8 (Nev. 2005). Whatever method of calculation is used by the Court, the amount of the attorney fee 9 must be reasonable under the Brunzell factors. Id. The Court should enter written findings of the 10 reasonableness of the fee under the Brunzell factors. Argentena Consolidated Mining Co., v. Jolley, Urga, Wirth, Woodbury Standish, 216 P.3d 779, at fn2 (Nev. 2009). Brunzell provides that 11 12 "[w]hile hourly time schedules are helpful in establishing the value of counsel services, other factors 13 may be equally significant. Brunzell v. Golden Gate National Bank, 455 P.2d 31 (Nev. 1969).
- The <u>Brunzell</u> factors are: (1) the qualities of the advocate; (2) the character of the work to be done; (3) the work actually performed; and (4) the result obtained. <u>Id</u>. However, in this case the Court notes that the majority of the work in this case was complete before the date of the constructive discharge, and the Court is applying the <u>Brunzell</u> factors for the period commencing after the constructive discharge.
- In considering the <u>Brunzell</u> factors, the Court looks at all of the evidence presented in the
 case, the testimony at the evidentiary hearing, and the litigation involved in the case.

21 1. Quality of the Advocate

Brunzell expands on the "qualities of the advocate" factor and mentions such items as

training, skill and education of the advocate. Mr. Simon has been an active Nevada trial attorney for
over two decades. He has several 7-figure trial verdicts and settlements to his credit. Craig
Drummond Esq. testified that he considers Mr. Simon a top 1% trial lawyer and he associates Mr.
Simon in on cases that are complex and of significant value. Michael Nunez Esq. testified that Mr.
Simon's work on this case was extremely impressive. William Kemp Esq. testified that Mr. Simon's

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1 work product and results are exceptional.

2.2. <u>The Character of the Work to be Done</u>

3 The character of the work done in this case is complex. There were multiple parties, 4 multiple claims, and many interrelated issues. Affirmative claims by the Edgeworths covered the 5 gamut from product liability to negligence. The many issues involved manufacturing, engineering, 6 fraud, and a full understanding of how to work up and present the liability and damages. Mr. Kemp 7 testified that the quality and quantity of the work was exceptional for a products liability case against 8 a world-wide manufacturer that is experienced in litigating case. Mr. Kemp further testified that the 9 Law Office of Danny Simon retained multiple experts to secure the necessary opinions to prove the 10 case. The continued aggressive representation, of Mr. Simon, in prosecuting the case that was a 11 substantial factor in achieving the exceptional results.

12.3. <u>The Work Actually Performed</u>

13 Mr. Simon was aggressive in litigating this case. In addition to filing several motions, 14 numerous court appearances, and deposition; his office uncovered several other activations, that 15 caused possible other floods. While the Court finds that Mr. Edgeworth was extensively involved 16 and helpful in this aspect of the case, the Court disagrees that it was his work alone that led to the other activations being uncovered and the result that was achieved in this case. 17 Since Mr. 18 Edgeworth is not a lawyer, it is impossible that it was his work alone that led to the filing of motions 19 and the litigation that allowed this case to develop into a \$6 million settlement. All of the work by 20 the Law Office of Daniel Simon led to the ultimate result in this case.

21 4. <u>The Result Obtained</u>

The result was impressive. This began as a \$500,000 insurance claim and ended up settling for over \$6,000,000. Mr. Simon was also able to recover an additional \$100,000 from Lange Plumbing LLC. Mr. Vannah indicated to Simon that the Edgeworths were ready so sign and settle the Lange Claim for \$25,000 but Simon kept working on the case and making changes to the settlement agreement. This ultimately led to a larger settlement for the Edgeworths. Recognition is due to Mr. Simon for placing the Edgeworths in a great position to recover a greater amount from

1 Lange. Mr. Kemp testified that this was the most important factor and that the result was incredible. 2 Mr. Kemp also testified that he has never heard of a \$6 million settlement with a \$500,000 damage 3 case. Further, in the Consent to Settle, on the Lange claims, the Edgeworth's acknowledge that they 4 were made more than whole with the settlement with the Viking entities. 5 In determining the amount of attorney's fees owed to the Law Firm of Daniel Simon, the 6 Court also considers the factors set forth in Nevada Rules of Professional Conduct – Rule 1.5(a)7 which states: 8 (a) A lawyer shall not make an agreement for, charge, or collect an 9 unreasonable fee or an unreasonable amount for expenses. The factors to be considered in determining the reasonableness of a fee include the following: 10 (1) The time and labor required, the novelty and difficulty of the questions involved, and the skill requisite to perform the legal service 11 properly; 12 (2) The likelihood, if apparent to the client, that the acceptance of the particular employment will preclude other employment by the lawyer; 13 (3) The fee customarily charged in the locality for similar legal services: 14 (4) The amount involved and the results obtained; 15 (5) The time limitations imposed by the client or by the circumstances; 16 (6) The nature and length of the professional relationship with the client: 17 (7) The experience, reputation, and ability of the lawyer or lawyers 18 performing the services; and (8) Whether the fee is fixed or contingent. 19 NRCP 1.5. However, the Court must also consider the remainder of Rule 1.5 which goes on to state: 20 21 (b) The scope of the representation and the basis or rate of the fee and expenses for which the client will be responsible shall be communicated to the 22 client, preferably in writing, before or within a reasonable time after commencing the representation, except when the lawyer will charge a 23 regularly represented client on the same basis or rate. Any changes in the basis or rate of the fee or expenses shall also be communicated to the client. 24 (c) A fee may be contingent on the outcome of the matter for which the 25 service is rendered, except in a matter in which a contingent fee is prohibited by paragraph (d) or other law. A contingent fee agreement shall be in writing, 26 signed by the client, and shall state, in **boldface** type that is at least as large as the largest type used in the contingent fee agreement: 27 28 20

(1) The method by which the fee is to be determined, including the 1 percentage or percentages that shall accrue to the lawyer in the event of settlement, trial or appeal; 2 (2) Whether litigation and other expenses are to be deducted from the recovery, and whether such expenses are to be deducted before or after the 3 contingent fee is calculated; 4 (3) Whether the client is liable for expenses regardless of outcome; (4) That, in the event of a loss, the client may be liable for the 5 opposing party's attorney fees, and will be liable for the opposing party's costs as required by law; and 6 (5) That a suit brought solely to harass or to coerce a settlement may 7 result in liability for malicious prosecution or abuse of process. Upon conclusion of a contingent fee matter, the lawyer shall provide the client 8 with a written statement stating the outcome of the matter and, if there is a recovery, showing the remittance to the client and the method of its 9 determination. 10 11 NRCP 1.5. 12 The Court finds that under the Brunzell factors, Mr. Simon was an exceptional advocate for 13 the Edgeworths, the character of the work was complex, the work actually performed was extremely 14 significant, and the work yielded a phenomenal result for the Edgeworths. All of the Brunzell 15 factors justify a reasonable fee under NRPC 1.5. 16 However, the Court must also consider the fact that the evidence suggests that the basis or 17 rate of the fee and expenses for which the client will be responsible were never communicated to the 18 client, within a reasonable time after commencing the representation. Further, this is not a 19 contingent fee case, and the Court is not awarding a contingency fee. 20 Instead, the Court must determine the amount of a reasonable fee. In determining this 21 amount of a reasonable fee, the Court must consider the work that the Law Office continued to 22 provide on the Edgeworth's case, even after the constructive discharge. The record is clear that the 23 Edgeworths were ready to sign and settle the Lange claim for \$25,000 but Simon kept working on 24 the case and making changes to the settlement agreement. This resulted in the Edgeworth's 25 recovering an additional \$75,000 from Lange plumbing. Further, the Law Office of Daniel Simon 26

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continued to work on the Viking settlement until it was finalized in December of 2017, and the

1 checks were issued on December 18, 2017. Mr. Simon continued to personally work with Mr. 2 Vannah to attempt to get the checks endorsed by the Edgeworths, and this lasted into the 2018 year. 3 The record is clear that the efforts exerted by the Law Office of Daniel Simon and Mr. Simon 4 himself were continuing, even after the constructive discharge. In considering the reasonable value 5 of these services, under quantum meruit, the Court is considering the previous \$550 per hour fee 6 from the implied fee agreement, the Brunzell factors, and additional work performed after the 7 constructive discharge. As such, the COURT FINDS that the Law Office of Daniel Simon is 8 entitled to a reasonable fee in the amount of \$200,000, from November 30, 2017 to the conclusion of 9 this case.

CONCLUSION

12 The Court finds that the Law Office of Daniel Simon properly filed and perfected the 13 charging lien pursuant to NRS 18.015(3) and the Court must adjudicate the lien. The Court further 14 finds that there was an implied agreement for a fee of \$550 per hour between Mr. Simon and the 15 Edgeworths once Simon started billing Edgeworth for this amount, and the bills were paid. The 16 Court further finds that on November 29, 2017, the Edgeworth's constructively discharged Mr. 17 Simon as their attorney, when they ceased following his advice and refused to communicate with 18 him about their litigation. The Court further finds that Mr. Simon was compensated at the implied 19 agreement rate of \$550 per hour for his services, and \$275 per hour for his associates; up and until 20 the last billing of September 19, 2017. For the period from September 19, 2017 to November 29, 21 2017, the Court finds that Mr. Simon is entitled to his implied agreement fee of \$550 an hour, and 22 \$275 an hour for his associates, for a total amount of \$284,982.50. For the period after November 23 29, 2017, the Court finds that the Law Office of Daniel Simon properly perfected their lien and is 24 entitled to a reasonable fee for the services the office rendered for the Edgeworths, after being 25 constructively discharged, under quantum meruit, in an amount of \$200,000. The Court further 26 finds that the Law Office of Daniel Simon is entitled to costs in the amount of \$71,594.93.

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5	<u>ORDER</u>
6	It is hereby ordered, adjudged, and decreed, that the Motion to Adjudicate the Attorneys Lien
7	of the Law Office of Daniel S. Simon is hereby granted and that the reasonable fee due to the Law Dated this 16th day of March, 2021
8	Office of Daniel Simon is \$556,577.43, which includes outstanding costs.
9	IT IS SO ORDERED this 16 th day of March, 2021.
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11	DISTRICT COURT JUDGE
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14	Tierra Jones District Court Judge
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1	CSERV		
2		DISTRICT COURT	
3		K COUNTY, NEVADA	
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5			
6	Edgeworth Family Trust,	CASE NO: A-16-738444-C	
7	Plaintiff(s)	DEPT. NO. Department 10	
8	VS.		
9	Lange Plumbing, L.L.C., Defendant(s)		
10			
11		CERTIFICATE OF SERVICE	
12	AUTOMATED CERTIFICATE OF SERVICE		
13	This automated certificate of service was generated by the Eighth Judicial District Court. The foregoing Order was served via the court's electronic eFile system to all		
14	recipients registered for e-Service on the above entitled case as listed below:		
15	Service Date: 3/16/2021		
16	Daniel Simon .	lawyers@simonlawlv.com	
17	Rhonda Onorato .	ronorato@rlattorneys.com	
18	Mariella Dumbrique	mdumbrique@blacklobello.law	
19 20	Michael Nunez	mnunez@murchisonlaw.com	
20 21	Tyler Ure	ngarcia@murchisonlaw.com	
22	Nicole Garcia	ngarcia@murchisonlaw.com	
23	Bridget Salazar	bsalazar@vannahlaw.com	
24	John Greene	jgreene@vannahlaw.com	
25	James Christensen	jim@jchristensenlaw.com	
26	Daniel Simon	dan@danielsimonlaw.com	
27			
28			

1	Michael Nunez	mnunez@murchisonlaw.com
2	Gary Call	gcall@rlattorneys.com
3	J. Graf	Rgraf@blacklobello.law
4 5	Robert Vannah	rvannah@vannahlaw.com
5		
7	Christopher Page	chrispage@vannahlaw.com
8	Jessie Church	jchurch@vannahlaw.com
9	If indicated below, a copy	of the above mentioned filings were also served by mail
10	If indicated below, a copy of the above mentioned filings were also served by mail via United States Postal Service, postage prepaid, to the parties listed below at their last known addresses on 3/17/2021	
11	Theodore Parker	2460 Professional CT STE 200
12		Las Vegas, NV, 89128
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EXHIBIT C

(District Court's Reissued 2021 Post-Mandate Order

Dated April 28, 2021)

ELECTRONICALLY SERVED 4/28/2021 12:50 PM

	ELECTRONICALLY S 4/28/2021 12:50 I	
1	ORD	CLERK OF THE COURT
2	ORD	
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4	DISTRIC	CT COURT
5	CLARK COU	NTY, NEVADA
6 7	EDGEWORTH FAMILY TRUST; and AMERICAN GRATING, LLC,	
8	Plaintiffs,	
9	VS.	CASE NO.: A-18-767242-C DEPT NO.: X
10	LANGE PLUMBING, LLC; THE VIKING	
11	CORPORATION, a Michigan Corporation; SUPPLY NETWORK, INC., dba VIKING	Consolidated with
12	SUPPLYNET, a Michigan Corporation; and	
13	DOES 1 through 5; and, ROE entities 6 through 10;	CASE NO.: A-16-738444-C DEPT NO.: X
14	Defendants.	
15	EDGEWORTH FAMILY TRUST; and AMERICAN GRATING, LLC,	
16	Plaintiffs,	THIRD AMENDED DECISION AND ORDER ON MOTION TO ADJUDICATE
17	vs.	LIEN
18 19 20	DANIEL S. SIMON; THE LAW OFFICE OF DANIEL S. SIMON, a Professional Corporation d/b/a SIMON LAW; DOES 1 through 10; and, ROE entities 1 through 10;	
21	Defendants.	
22		
23	THIRD AMENDED DECISION	AND ORDER ON MOTION TO
24	ADJUDIC	CATE LIEN
25	This case came on for an evidentiary hearing August 27-30, 2018 and concluded o	
26	September 18, 2018, in the Eighth Judicial Dis	trict Court, Clark County, Nevada, the Honorable
27	Tierra Jones presiding. Defendants and movant, Daniel Simon and Law Office of Daniel S. Simo	
28	d/b/a Simon Law ("Defendants" or "Law Office	" or "Simon" or "Mr. Simon") having appeared in

Hon, Tierra Jones DISTRICT COURT JUDGE

DEPARTMENT TEN LAS VEGAS, NEVADA 89155

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person and by and through their attorneys of record, Peter S. Christiansen, Esq. and James Christensen, Esq. and Plaintiff Edgeworth Family Trust and American Grating, ("Plaintiff" or "Edgeworths") having appeared through Brian and Angela Edgeworth, and by and through their attorneys of record, the law firm of Vannah and Vannah, Chtd. Robert Vannah, Esq. and John Greene, Esq. The Court having considered the evidence, arguments of counsel and being fully advised of the matters herein, the COURT FINDS:

FINDINGS OF FACT

9 1. The Court finds that the Law Office of Daniel S. Simon represented the Plaintiffs,
10 Edgeworth Family Trust and American Grating in the case entitled Edgeworth Family Trust and
11 American Grating v. Viking, et al., case number A-16-738444-C. The representation commenced on
12 May 27, 2016 when Brian Edgeworth and Daniel Simon Esq. met at Starbucks. This representation
13 originally began as a favor between friends and there was no discussion of fees, at this point. Mr.
14 Simon and his wife were close family friends with Brian and Angela Edgeworth.

2. The case involved a complex products liability issue.

3. On April 10, 2016, a house the Edgeworths were building as a speculation home
suffered a flood. The house was still under construction and the flood caused a delay. The
Edgeworths did not carry loss insurance if a flood occurred and the plumbing company and
manufacturer refused to pay for the property damage. A fire sprinkler installed by the plumber, and
within the plumber's scope of work, caused the flood; however, the plumber asserted the fire
sprinkler was defective and refused to repair or to pay for repairs. The manufacturer of the sprinkler,
Viking, et al., also denied any wrongdoing.

4. In May of 2016, Mr. Simon agreed to help his friend with the flood claim and to send a few letters. The parties initially hoped that Simon drafting a few letters to the responsible parties could resolve the matter. Simon wrote the letters to the responsible parties, but the matter did not resolve. Since the matter was not resolved, a lawsuit had to be filed.

5. On June 14, 2016, a complaint was filed in the case of Edgeworth Family Trust; and

1	American Grating LLC vs. Lange Plumbing, LLC; the Viking Corporation; Supply Network Inc.
2	dba Viking Supplynet, in case number A-18-738444-C. The cost of repairs was approximately
3	\$500,000. One of the elements of the Edgeworth's damages against Lange Plumbing LLC ("Lange"
4	in the litigation was for reimbursement of the fees and costs that were paid by the Edgeworths.
5	6. On August 9, 2017, Mr. Simon and Brian Edgeworth traveled to San Diego to mee
6	with an expert. As they were in the airport waiting for a return flight, they discussed the case, and
7	had some discussion about payments and financials. No express fee agreement was reached during
8	the meeting. On August 22, 2017, Brian Edgeworth sent an email to Simon entitled "Contingency.
9	It reads as follows:
10	
11	We never really had a structured discussion about how this might be done. I am more than happy to keep paying hourly but if we are going for punitive
12	we should probably explore a hybrid of hourly on the claim and then some
3	other structure that incents both of us to win an go after the appeal that these scumbags will file etc.
4	Obviously that could not have been done earlier since who would have thought this case would meet the hurdle of punitive at the start.
15	I could also swing hourly for the whole case (unless I am off what this is
16	going to cost). I would likely borrow another \$450K from Margaret in 250 and 200 increments and then either I could use one of the house sales for cash
17	or if things get really bad, I still have a couple million in bitcoin I could sell. I doubt we will get Kinsale to settle for enough to really finance this since I
18	would have to pay the first \$750,000 or so back to Colin and Margaret and why would Kinsale settle for \$1MM when their exposure is only \$1MM?
9	with would Kinsale settle for \$10000 when their exposure is only \$10000?
20	(Def. Exhibit 27).
21	7. During the litigation, Simon sent four (4) invoices to the Edgeworths. The first
22	invoice was sent on December 2, 2016, seven (7) months after the original meeting at Starbuck
23	This invoice indicated that it was for attorney's fees and costs through November 11, 2016. (De
24	Exhibit 8). The total of this invoice was \$42,564.95 and was billed at a "reduced" rate of \$550 pe
25	hour. Id. The invoice was paid by the Edgeworths on December 16, 2016.
26	8. On April 7, 2017 a second invoice was sent to the Edgeworths for attorney's fees an
27	costs through April 4, 2017 for a total of \$46,620.69, and was billed at a "reduced" rate of \$550 pe
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hour. (Def. Exhibit 9). This invoice was paid by the Edgeworths on May 3, 2017. There was no indication on the first two invoices if the services were those of Mr. Simon or his associates; but the bills indicated an hourly rate of \$550.00 per hour.

9. A third invoice was sent to the Edgeworths on July 28, 2017 for attorney's fees and costs through July 28, 2017 totaling of \$142,080.20. (Def. Exhibit 10). This bill identified services of Daniel Simon Esq. for a "reduced" rate of \$550 per hour totaling \$104,021.20; and services of Ashley Ferrel Esq. for a "reduced" rate of \$275 per hour totaling \$37,959.00. <u>Id</u>. This invoice was paid by the Edgeworths on August 16, 2017.

9 10. The fourth invoice was sent to the Edgeworths on September 19, 2017 in an amount
of \$255,186.25 for attorney's fees and costs; with \$191,317.50 being calculated at a "reduced" rate
of \$550 per hour for Daniel Simon Esq., \$60,981.25 being calculated at a "reduced" rate of \$275 per
hour for Ashley Ferrel Esq., and \$2,887.50 being calculated at a "reduced" rate of \$275 per hour for
Benjamin Miller Esq. (Def. Exhibit 11). This invoice was paid by the Edgeworths on September
25, 2017.

15 11. The amount of attorney's fees in the four (4) invoices was \$367,606.25, and
\$118,846.84 in costs; for a total of \$486,453.09.¹ These monies were paid to Daniel Simon Esq. and
never returned to the Edgeworths. The Edgeworths secured very high interest loans to pay fees and
costs to Simon. They made Simon aware of this fact.

- 12. Between June 2016 and December 2017, there was a tremendous amount of work done in the litigation of this case. There were several motions and oppositions filed, several depositions taken, and several hearings held in the case.
- 13. On the evening of November 15, 2017, the Edgeworth's received the first settlement offer for their claims against the Viking Corporation ("Viking"). However, the claims were not settled until on or about December 1, 2017.

14. Also on November 15, 2017, Brian Edgeworth sent an email to Simon asking for the

¹ \$265,677.50 in attorney's fees for the services of Daniel Simon; \$99,041.25 for the services of Ashley Ferrel; and \$2,887.50 for the services of Benjamin Miller.

1	open invoice. The email stated: "I know I have an open invoice that you were going to give me
2	mediation a couple weeks ago and then did not leave with me. Could someone in your office sen
3	Peter (copied here) any invoices that are unpaid please?" (Def. Exhibit 38).
4	15. On November 17, 2017, Simon scheduled an appointment for the Edgeworths
5	come to his office to discuss the litigation.
6	16. On November 27, 2017, Simon sent a letter with an attached retainer agreemer
7	stating that the fee for legal services would be \$1,500,000 for services rendered to date. (Plaintiff
8	Exhibit 4).
9	17. On November 29, 2017, the Edgeworths met with the Law Office of Vannah
10	Vannah and signed a retainer agreement. (Def. Exhibit 90). On this date, they ceased a
11	communications with Mr. Simon.
12	18. On the morning of November 30, 2017, Simon received a letter advising him that the
13	Edgeworths had retained the Vannah Law Firm to assist in the litigation with the Viking entitie
14	et.al. The letter read as follows:
15	"Please let this letter serve to advise you that I've retained Robert D. Vannah,
16 17	Esq. and John B. Greene, Esq., of Vannah & Vannah to assist in the litigation with the Viking entities, et.al. I'm instructing you to cooperate with them in
18	every regard concerning the litigation and any settlement. I'm also instructing you to give them complete access to the file and allow them to review
19	whatever documents they request to review. Finally, I direct you to allow them to participate without limitation in any proceeding concerning our case,
20	whether it be at depositions, court hearings, discussions, etc."
20	(Def. Exhibit 43).
21	19. On the same morning, Simon received, through the Vannah Law Firm, the
23	Edgeworth's consent to settle their claims against Lange Plumbing LLC for \$25,000.
24	20. Also on this date, the Law Office of Danny Simon filed an attorney's lien for the
25	reasonable value of its services pursuant to NRS 18.015. (Def. Exhibit 3). On January 2, 2018, the
26	Law Office filed an amended attorney's lien for the sum of \$2,345,450, less payments made in t
27	sum of \$367,606.25, for a net lien in the sum of \$1,977,843.80. This lien includes court costs a
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1	out-of-pocket	costs advanced by the Law Office of Daniel S. Simon in the sum of \$76,535.93.
2	21.	Mr. Edgeworth alleges that the fee agreement with Simon was only for an hourly
3	express agree	ment of \$550 an hour; and that the agreement for \$550 an hour was made at the outset
4	of the case. N	Ar. Simon alleges that he worked on the case always believing he would receive the
5	reasonable va	lue of his services when the case concluded. There is a dispute over the reasonable fee
6	due to the Lav	w Office of Danny Simon.
7	22.	The parties agree that an express written contract was never formed.
8	23.	On December 7, 2017, the Edgeworths signed Consent to Settle their claims against
9	Lange Plumb	ing LLC for \$100,000.
10	24.	On January 4, 2018, the Edgeworth Family Trust filed a lawsuit against Simon in
11	Edgeworth Fa	amily Trust; American Grating LLC vs. Daniel S. Simon, the Law Office of Daniel S.
12	Simon, a Prof	essional Corporation, case number A-18-767242-C.
13	25.	On January 24, 2018, the Law Office of Danny Simon filed a Motion to Adjudicate
14	Lien with an	attached invoice for legal services rendered. The amount of the invoice was
15	\$692,120.00.	The Court set an evidentiary hearing to adjudicate the lien.
16	26.	On November 19, 2018, the Court entered a Decision and Order on Motion to
17	Adjudicate Li	en.
18	27.	On December 7, 2018, the Edgeworths filed a Notice of Appeal.
19	28.	On February 8, 2019, the Court entered a Decision and Order Granting in Part and
20	Denying in Pa	art, Simon's Motion for Attorney's Fees and Costs.
21	29.	On February 15, 2019, the Edgeworths filed a second Notice of Appeal and Simon
22	filed a cross a	ppeal, and Simon filed a writ petition on October 17, 2019.
23	30.	On December 30, 2020, the Supreme Court issued an order affirming this Court's
24	findings in mo	ost respects.
25	31.	On January 15, 2021, the Edgeworths filed a Petition for Rehearing.
26	32.	On March 16, 2021, this Court issued a Second Amended Decision and Order on
27	Motion to Ad	judicate Lien.
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1	33. On March 18, 2021, the Nevada Supreme Court denied the Motion for Rehearing.
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4	CONCLUSION OF LAW
5	The Law Office Appropriately Asserted A Charging Lien Which Must Be Adjudicated By The
6	Court
7	An attorney may obtain payment for work on a case by use of an attorney lien. Here, the
8	Law Office of Daniel Simon may use a charging lien to obtain payment for work on case A-16
9	738444-C under NRS 18.015.
10	NRS 18.015(1)(a) states:
11	1. An attorney at law shall have a lien:
12	(a) Upon any claim, demand or cause of action, including any claim for unliquidated damages, which has been placed in the attorney's hands by a client for suit o
13	collection, or upon which a suit or other action has been instituted.
14	Nev. Rev. Stat. 18.015.
15	The Court finds that the lien filed by the Law Office of Daniel Simon, in case A-16-738444-C
16	complies with NRS 18.015(1)(a). The Law Office perfected the charging lien pursuant to NRS
17	18.015(3), by serving the Edgeworths as set forth in the statute. The Law Office charging lien was
18	perfected before settlement funds generated from A-16-738444-C of \$6,100,000.00 were deposited
19	thus the charging lien attached to the settlement funds. Nev. Rev. Stat. 18.015(4)(a); Golightly &
20	Vannah, PLLC v. TJ Allen LLC, 373 P.3d 103, at 105 (Nev. 2016). The Law Office's charging lier
21	is enforceable in form.
22	The Court has personal jurisdiction over the Law Office and the Plaintiffs in A-16-738444-C
23	Argentina Consolidated Mining Co., v. Jolley, Urga, Wirth, Woodbury & Standish, 216 P.3d 779 a
24	782-83 (Nev. 2009). The Court has subject matter jurisdiction over adjudication of the Law Office'
25	charging lien. Argentina, 216 P.3d at 783. The Law Office filed a motion requesting adjudication
26	under NRS 18.015, thus the Court must adjudicate the lien.
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1	Fee Agreement
2	It is undisputed that no express written fee agreement was formed. The Court finds that there
3	was no express oral fee agreement formed between the parties. An express oral agreement is
4	formed when all important terms are agreed upon. See, Loma Linda University v. Eckenweiler, 469
5	P.2d 54 (Nev. 1970) (no oral contract was formed, despite negotiation, when important terms were
6	not agreed upon and when the parties contemplated a written agreement). The Court finds that the
7	payment terms are essential to the formation of an express oral contract to provide legal services on
8	an hourly basis.
9	Here, the testimony from the evidentiary hearing does not indicate, with any degree of
10	certainty, that there was an express oral fee agreement formed on or about June of 2016. Despite
11	Brian Edgeworth's affidavits and testimony; the emails between himself and Danny Simon,
12	regarding punitive damages and a possible contingency fee, indicate that no express oral fee
3	agreement was formed at the meeting on June 10, 2016. Specifically in Brian Edgeworth's August
4	22, 2017 email, titled "Contingency," he writes:
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7	"We never really had a structured discussion about how this might be done. I am more than happy to keep paying hourly but if we are going for punitive we
8	should probably explore a hybrid of hourly on the claim and then some other structure that incents both of us to win an go after the appeal that these
9	scumbags will file etc. Obviously that could not have been done earlier since
20	who would have thought this case would meet the hurdle of punitive at the start. I could also swing hourly for the whole case (unless I am off what this
21	is going to cost). I would likely borrow another \$450K from Margaret in 250 and 200 increments and then either I could use one of the house sales for cash
22	or if things get really bad, I still have a couple million in bitcoin I could sell. I doubt we will get Kinsale to settle for enough to really finance this since I
23	would have to pay the first \$750,000 or so back to Colin and Margaret and
24	why would Kinsale settle for \$1MM when their exposure is only \$1MM?"
25	(Def. Exhibit 27).
26	It is undisputed that when the flood issue arose, all parties were under the impression that Simon
27	would be helping out the Edgeworths, as a favor.
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ī	The Court finds that an implied fee agreement was formed between the parties on Decemb
2	2, 2016, when Simon sent the first invoice to the Edgeworths, billing his services at \$550 per hou
3	and the Edgeworths paid the invoice. On July 28, 2017 an addition to the implied contract wa
4	created with a fee of \$275 per hour for Simon's associates. Simon testified that he never told the
5	Edgeworths not to pay the bills, though he testified that from the outset he only wanted to "trigg
6	coverage". When Simon repeatedly billed the Edgeworths at \$550 per hour for his services, and
7	\$275 an hour for the services of his associates; and the Edgeworths paid those invoices, an impli
8	fee agreement was formed between the parties. The implied fee agreement was for \$550 per ho
9	for the services of Daniel Simon Esq. and \$275 per hour for the services of his associates.
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1	Constructive Discharge
2	Constructive discharge of an attorney may occur under several circumstances, such as:
3	• Refusal to communicate with an attorney creates constructive discharge. Rosenberg
4	Calderon Automation, 1986 Ohio App. LEXIS 5460 (Jan. 31, 1986).
5	• Refusal to pay an attorney creates constructive discharge. See e.g., Christian v. All Perso
6	Claiming Any Right, 962 F. Supp. 676 (U.S. Dist. V.I. 1997).
7	 Suing an attorney creates constructive discharge. See <u>Tao v. Probate Court for the Northe</u> Dist. #26, 2015 Conn. Super. LEXIS 3146, *13-14, (Dec. 14, 2015). See also Maples
8	Thomas, 565 U.S. 266 (2012); Harris v. State, 2017 Nev. LEXIS 111; and Guerrero v. Sta
9	2017 Nev. Unpubl. LEXIS 472.
0	 Taking actions that preventing effective representation creates constructive discharg <u>McNair v. Commonwealth</u>, 37 Va. App. 687, 697-98 (Va. 2002).
1	Here, the Court finds that the Edgeworths constructively discharged Simon as their lawyer
2	November 29, 2017. The Edgeworths assert that because Simon has not been expressly terminate
3	has not withdrawn, and is still technically their attorney of record; there cannot be a termination
1	The Court disagrees.
5	On November 29, 2017, the Edgeworths met with the Law Firm of Vannah and Vannah a
5	signed a retainer agreement. The retainer agreement was for representation on the Viking settleme
7	agreement and the Lange claims. (Def. Exhibit 90). This is the exact litigation that Simon w

1	representing the Edgeworths on. This fee agreement also allowed Vannah and Vannah to do al
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3	things without a compromise. Id. The retainer agreement specifically states:
4	Client retains Attorneys to represent him as his Attorneys regarding
5	Edgeworth Family Trust and AMERICAN GRATING V. ALL VIKING ENTITIES and all damages including, but not limited to, all claims in this
C 1	matter and empowers them to do all things to effect a compromise in said
6	matter, or to institute such legal action as may be advisable in their judgment, and agrees to pay them for their services, on the following conditions:
7	a) b)
8	c) Client agrees that his attorneys will work to consummate a settlement of
9	\$6,000,000 from the Viking entities and any settlement amount agreed to be paid by the Lange entity. Client also agrees that attorneys will work to reach
10	an agreement amongst the parties to resolve all claims in the Lange and Viking litigation.
2	<u>Id</u> .
13	This agreement was in place at the time of the settlement of the Viking and Lange claims. M
4	Simon had already begun negotiating the terms of the settlement agreement with Viking during the
5	week of November 27, 2017 prior to Mr. Vannah's involvement. These negotiated terms were pr
.6	into a final release signed by the Edgeworths and Mr. Vannah's office on December 1, 2017. (De
7	Exhibit 5). Mr. Simon's name is not contained in the release; Mr. Vannah's firm is expressl
8	identified as the firm that solely advised the clients about the settlement. The actual language in the
19	settlement agreement, for the Viking claims, states:
20	PLAINTIFFS represent that their independent counsel, Robert Vannah, Esq.
21	and John Greene, Esq., of the law firm Vannah & Vannah has explained the
2	effect of this AGREEMENT and their release of any and all claims, known or unknown and, based upon that explanation and their independent judgment by
23	the reading of this Agreement, PLAINTIFFS understand and acknowledge the legal significance and the consequences of the claims being released by this
4	Agreement. PLAINTIFFS further represent that they understand and
25	acknowledge the legal significance and consequences of a release of unknown claims against the SETTLING PARTIES set forth in, or arising from, the
26	INCIDENT and hereby assume full responsibility for any injuries, damages, losses or liabilities that hereafter may occur with respect to the matters
27	released by this Agreement.
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Id.

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Also, Simon was not present for the signing of these settlement documents and never explained any of the terms to the Edgeworths. He sent the settlement documents to the Law Office of Vannah and Vannah and received them back with the signatures of the Edgeworths.

5 Further, the Edgeworths did not personally speak with Simon after November 25, 2017. 6 Though there were email communications between the Edgeworths and Simon, they did not verbally 7 speak to him and were not seeking legal advice from him. In an email dated December 5, 2017, 8 Simon is requesting Brian Edgeworth return a call to him about the case, and Brian Edgeworth 9 responds to the email saying, "please give John Greene at Vannah and Vannah a call if you need 10 anything done on the case. I am sure they can handle it." (Def. Exhibit 80). At this time, the claim 11 against Lange Plumbing had not been settled. The evidence indicates that Simon was actively 12 working on this claim, but he had no communication with the Edgeworths and was not advising 13 them on the claim against Lange Plumbing. Specifically, Brian Edgeworth testified that Robert 14 Vannah Esq. told them what Simon said about the Lange claims and it was established that the Law 15 Firm of Vannah and Vannah provided advice to the Edgeworths regarding the Lange claim. Simon 16 and the Law Firm of Vannah and Vannah gave different advice on the Lange claim, and the 17 Edgeworths followed the advice of the Law Firm of Vannah and Vannah to settle the Lange claim. 18 The Law Firm of Vannah and Vannah drafted the consent to settle for the claims against Lange 19 Plumbing (Def. Exhibit 47). This consent to settle was inconsistent with the advice of Simon. Mr. 20 Simon never signed off on any of the releases for the Lange settlement.

- Further demonstrating a constructive discharge of Simon is the email from Robert Vannah Esq. to James Christensen Esq. dated December 26, 2017, which states: "They have lost all faith and trust in Mr. Simon. Therefore, they will not sign the checks to be deposited into his trust account. Quite frankly, they are fearful that he will steal the money." (Def. Exhibit 48). Then on January 4, 2018, the Edgeworth's filed a lawsuit against Simon in Edgeworth Family Trust; American Grating, LLC vs. Daniel S. Simon; the Law Office of Daniel S. Simon, a Professional Corporation d/b/a Simon Law, case number A-18-767242-C. Then, on January 9, 2018, Robert Vannah Esq. sent an
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	email to James Christensen Esq. stating, "I guess he could move to withdraw.	However, that	
2	doesn't seem in his best interests." (Def. Exhibit 53).		

3 The Court recognizes that Simon still has not withdrawn as counsel of record on A-16-4 738444-C, the Law Firm of Vannah and Vannah has never substituted in as counsel of record, the 5 Edgeworths have never explicitly told Simon that he was fired, Simon sent the November 27, 2018 6 letter indicating that the Edgeworth's could consult with other attorneys on the fee agreement (that 7 was attached to the letter), and that Simon continued to work on the case after the November 29. 8 2017 date. The court further recognizes that it is always a client's decision of whether or not to 9 accept a settlement offer. However the issue is constructive discharge and nothing about the fact 10 that Mr. Simon has never officially withdrawn from the case indicates that he was not constructively 11 discharged. His November 27, 2017 letter invited the Edgeworth's to consult with other attorneys 12 on the fee agreement, not the claims against Viking or Lange. His clients were not communicating 13 with him, making it impossible to advise them on pending legal issues, such as the settlements with 14 Lange and Viking. It is clear that there was a breakdown in attorney-client relationship preventing

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Simon from effectively representing the clients. The Court finds that Danny Simon was constructively discharged by the Edgeworths on November 29, 2017.

Adjudication of the Lien and Determination of the Law Office Fee

NRS 18.015 states:

1. An attorney at law shall have a lien:

(a) Upon any claim, demand or cause of action, including any claim for unliquidated damages, which has been placed in the attorney's hands by a client for suit or collection, or upon which a suit or other action has been instituted.

(b) In any civil action, upon any file or other property properly left in the possession of the attorney by a client.

2. A lien pursuant to subsection 1 is for the amount of any fee which has been agreed upon by the attorney and client. In the absence of an agreement, the lien is for a reasonable fee for the services which the attorney has rendered for the client.

3. An attorney perfects a lien described in subsection 1 by serving notice in writing, in person or by certified mail, return receipt requested, upon his or her client and, if applicable, upon the party against whom the client has a cause of action, claiming the lien and stating the amount of the lien.

4. A lien pursuant to:

(a) Paragraph (a) of subsection 1 attaches to any verdict, judgment or decree entered and to any money or property which is recovered on account of the suit or other action; and

(b) Paragraph (b) of subsection 1 attaches to any file or other property properly left in the possession of the attorney by his or her client, including, without limitation, copies of the attorney's file if the original documents received from the client have been returned to the client, and authorizes the attorney to retain any such file or property until such time as an adjudication is made pursuant to subsection 6, from the time of service of the notices required by this section.

5. A lien pursuant to paragraph (b) of subsection 1 must not be construed as inconsistent with the attorney's professional responsibilities to the client.

6. On motion filed by an attorney having a lien under this section, the attorney's client or any party who has been served with notice of the lien, the court shall, after 5 days' notice to all interested parties, adjudicate the rights of the attorney, client or other parties and enforce the lien.

7. Collection of attorney's fees by a lien under this section may be utilized with, after or independently of any other method of collection.

Nev. Rev. Stat. 18.015.

NRS 18.015(2) matches Nevada contract law. If there is an express contract, then the contract terms are applied. Here, there was no express contract for the fee amount, however there was an implied contract when Simon began to bill the Edgeworths for fees in the amount of \$550 per hour for his services, and \$275 per hour for the services of his associates. This contract was in effect until November 29, 2017, when he was constructively discharged from representing the Edgeworths. After he was constructively discharged, under NRS 18.015(2) and Nevada contract law, Simon is due a reasonable fee- that is, quantum meruit.

Implied Contract

On December 2, 2016, an implied contract for fees was created. The implied fee was \$550 an hour for the services of Mr. Simon. On July 28, 2017 an addition to the implied contract was

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created with a fee of \$275 per hour for the services of Simon's associates. This implied contract was created when invoices were sent to the Edgeworths, and they paid the invoices.

The invoices that were sent to the Edgeworths indicate that they were for costs and attorney's fees, and these invoices were paid by the Edgeworths. Though the invoice says that the fees were reduced, there is no evidence that establishes that there was any discussion with the Edgeworths as to how much of a reduction was being taken, and that the invoices did not need to be paid. There is no indication that the Edgeworths knew about the amount of the reduction and acknowledged that the full amount would be due at a later date. Simon testified that Brian Edgeworth chose to pay the bills to give credibility to his actual damages, above his property damage loss. However, as the lawyer/counselor, Simon did not prevent Brian Edgeworth from paying the bill or in any way refund the money, or memorialize this or any understanding in writing.

Simon produced evidence of the claims for damages for his fees and costs pursuant to NRCP 16.1 disclosures and computation of damages; and these amounts include the four invoices that were paid in full and there was never any indication given that anything less than all the fees had been produced. During the deposition of Brian Edgeworth it was suggested, by Simon, that all of the fees had been disclosed. Further, Simon argues that the delay in the billing coincides with the timing of the NRCP 16.1 disclosures, however the billing does not distinguish or in any way indicate that the sole purpose was for the Lange Plumbing LLC claim. Since there is no contract, the Court must look to the actions of the parties to demonstrate the parties' understanding. Here, the actions of the parties are that Simon sent invoices to the Edgeworths, they paid the invoices, and Simon Law Office retained the payments, indicating an implied contract was formed between the parties. The Court find that the Law Office of Daniel Simon should be paid under the implied contract until the date they were constructively discharged, November 29, 2017.

The Edgeworths were billed, and paid for services through September 19, 2017. There is some testimony that an invoice was requested for services after that date, but there is no evidence

Amount of Fees Owed Under Implied Contract

that any invoice was paid by the Edgeworths. Since the Court has found that an implied contract for fees was formed, the Court must now determine what amount of fees and costs are owed from September 19, 2017 to the constructive discharge date of November 29, 2017. In doing so, the Court must consider the testimony from the witnesses at the evidentiary hearing, the submitted billings, the attached lien, and all other evidence provided regarding the services provided during this time.

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7 At the evidentiary hearing, Ashley Ferrel Esq. testified that some of the items in the billing that was prepared with the lien "super bill," are not necessarily accurate as the Law Office went back 8 9 and attempted to create a bill for work that had been done over a year before. She testified that they 10 added in .3 hours for each Wiznet filing that was reviewed and emailed and .15 hours for every 11 email that was read and responded to. She testified that the dates were not exact, they just used the dates for which the documents were filed, and not necessarily the dates in which the work was 12 13 performed. Further, there are billed items included in the "super bill" that was not previously billed 14 to the Edgeworths, though the items are alleged to have occurred prior to or during the invoice 15 billing period previously submitted to the Edgeworths. The testimony at the evidentiary hearing 16 indicated that there were no phone calls included in the billings that were submitted to the 17 Edgeworths.

This attempt to recreate billing and supplement/increase previously billed work makes it unclear to the Court as to the accuracy of this "recreated" billing, since so much time had elapsed between the actual work and the billing. The court reviewed the billings of the "super bill" in comparison to the previous bills and determined that it was necessary to discount the items that had not been previously billed for; such as text messages, reviews with the court reporter, and reviewing, downloading, and saving documents because the Court is uncertain of the accuracy of the "super bill."

Simon argues that he has no billing software in his office and that he has never billed a client on an hourly basis, but his actions in this case are contrary. Also, Simon argues that the Edgeworths, in this case, were billed hourly because the Lange contract had a provision for attorney's fees;

however, as the Court previously found, when the Edgeworths paid the invoices it was not made clear to them that the billings were only for the Lange contract and that they did not need to be paid. Also, there was no indication on the invoices that the work was only for the Lange claims, and not the Viking claims. Ms. Ferrel testified that the billings were only for substantial items, without emails or calls, understanding that those items may be billed separately; but again the evidence does not demonstrate that this information was relayed to the Edgeworths as the bills were being paid. This argument does not persuade the court of the accuracy of the "super bill".

8 The amount of attorney's fees and costs for the period beginning in June of 2016 to 9 December 2, 2016 is \$42,564.95. This amount is based upon the invoice from December 2, 2016 10 which appears to indicate that it began with the initial meeting with the client, leading the court to 11 determine that this is the beginning of the relationship. This invoice also states it is for attorney's 12 fees and costs through November 11, 2016, but the last hourly charge is December 2, 2016. This 13 amount has already been paid by the Edgeworths on December 16, 2016.²

14 The amount of the attorney's fees and costs for the period beginning on December 5, 2016 to 15 April 4, 2017 is \$46,620.69. This amount is based upon the invoice from April 7, 2017. This 16 amount has already been paid by the Edgeworths on May 3, 2017.

17 The amount of attorney's fees for the period of April 5, 2017 to July 28, 2017, for the 18 services of Daniel Simon Esq. is \$72,077.50. The amount of attorney's fees for this period for 19 Ashley Ferrel Esq. is \$38,060.00. The amount of costs outstanding for this period is \$31,943.70. This amount totals \$142,081.20 and is based upon the invoice from July 28, 2017. This amount has 20 21 been paid by the Edgeworths on August 16, 2017.3

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- The amount of attorney's fees for the period of July 31, 2017 to September 19, 2017, for the 23 services of Daniel Simon Esq. is \$119,762.50. The amount of attorney's fees for this period for 24 Ashley Ferrel Esq. is \$60,981.25. The amount of attorney's fees for this period for Benjamin Miller
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²There are no billing amounts from December 2 to December 4, 2016. ³ There are no billings from July 28 to July 30, 2017.

Esq. is \$2,887.50. The amount of costs outstanding for this period is \$71,555.00. This amount
totals \$255,186.25 and is based upon the invoice from September 19, 2017. This amount has been
paid by the Edgeworths on September 25, 2017.

From September 19, 2017 to November 29, 2017, the Court must determine the amount of attorney fees owed to the Law Office of Daniel Simon.⁴ For the services of Daniel Simon Esq., the total amount of hours billed are 340.05. At a rate of \$550 per hour, the total attorney's fees owed to the Law Office for the work of Daniel Simon Esq. is \$187,027.50. For the services of Ashley Ferrel Esq., the total amount of hours billed are 337.15. At a rate of \$275 per hour, the total attorney's fees owed to the Law Office for the work of Ashley Ferrel Esq. from September 19, 2017 to November 29, 2017 is \$92,716.25.⁵ For the services of Benjamin Miller Esq., the total amount of hours billed are 19.05. At a rate of \$275 per hour, the total amount of hours billed are 19.05. At a rate of \$275 per hour, the total amount of hours billed are 19.05. At a rate of \$275 per hour, the total amount of hours billed are 19.05. At a rate of \$275 per hour, the total amount of hours billed are 19.05. At a rate of \$275 per hour, the total attorney's fees owed to the Law Office for the work of Benjamin Miller Esq. 2017 is \$5,238.75.⁶

13 The Court notes that though there was never a fee agreement made with Ashley Ferrel Esq. 14 or Benjamin Miller Esq., however, their fees were included on the last two invoices that were paid 15 by the Edgeworths, so the implied fee agreement applies to their work as well.

The Court finds that the total amount owed to the Law Office of Daniel Simon for the period of September 19, 2018 to November 29, 2017 is \$284,982.50.

Costs Owed

The Court finds that the Law Office of Daniel Simon is not owed any monies for outstanding costs of the litigation in Edgeworth Family Trust; and American Grating, LLC vs. Lange Plumbing, LLC; The Viking Corporation; Supply Network, Inc. dba Viking Supplynet in case number A-16-738444-C. The attorney lien asserted by Simon, in January of 2018, originally sought reimbursement for advances costs of \$71,594.93. The amount sought for advanced cots was later

⁶ There is no billing from September 19, 2017 to November 5, 2017.

⁴ There are no billings for October 8th, October 28-29, and November 5th.

³ There is no billing for the October 7-8, October 22, October 28-29, November 4, November 11-12, November 18-19, November 21, and November 23-26.

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changed to \$68,844.93. In March of 2018, the Edgeworths paid the outstanding advanced costs, so the Court finds that there no outstanding costs remaining owed to the Law Office of Daniel Simon.

Quantum Meruit

5 When a lawyer is discharged by the client, the lawyer is no longer compensated under the 6 discharged/breached/repudiated contract, but is paid based on quantum meruit. See e.g. Golightly v. 7 Gassner, 281 P.3d 1176 (Nev. 2009) (unreported) (discharged contingency attorney paid by 8 quantum meruit rather than by contingency fee pursuant to agreement with client); citing, Gordon v. 9 Stewart, 324 P.3d 234 (1958) (attorney paid in quantum meruit after client breach of agreement); 10 and, Cooke v. Gove, 114 P.2d 87 (Nev. 1941) (fees awarded in guantum meruit when there was no 11 Here, Simon was constructively discharged by the Edgeworths on contingency agreement). November 29, 2017. The constructive discharge terminated the implied contract for fees. William 12 13 Kemp Esq. testified as an expert witness and stated that if there is no contract, then the proper award 14 is quantum meruit. The Court finds that the Law Office of Daniel Simon is owed attorney's fees 15 under quantum meruit from November 29, 2017, after the constructive discharge, to the conclusion 16 of the Law Office's work on this case.

17 In determining the amount of fees to be awarded under quantum meruit, the Court has wide 18 discretion on the method of calculation of attorney fee, to be "tempered only by reason and 19 fairness". Albios v. Horizon Communities, Inc., 132 P.3d 1022 (Nev. 2006). The law only requires 20 that the court calculate a reasonable fee. Shuette v. Beazer Homes Holding Corp., 124 P.3d 530 21 (Nev. 2005). Whatever method of calculation is used by the Court, the amount of the attorney fee 22 must be reasonable under the Brunzell factors. Id. The Court should enter written findings of the 23 reasonableness of the fee under the Brunzell factors. Argentena Consolidated Mining Co., v. Jolley, 24 Urga, Wirth, Woodbury Standish, 216 P.3d 779, at fn2 (Nev. 2009). Brunzell provides that 25 "[w]hile hourly time schedules are helpful in establishing the value of counsel services, other factors 26 may be equally significant. Brunzell v. Golden Gate National Bank, 455 P.2d 31 (Nev. 1969).

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done; (3) the work actually performed; and (4) the result obtained. Id. However, in this case the Court notes that the majority of the work in this case was complete before the date of the constructive discharge, and the Court is applying the Brunzell factors for the period commencing after the constructive discharge.

In considering the Brunzell factors, the Court looks at all of the evidence presented in the 6 case, the testimony at the evidentiary hearing, and the litigation involved in the case.

71 Quality of the Advocate

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8 Brunzell expands on the "qualities of the advocate" factor and mentions such items as 9 training, skill and education of the advocate. Mr. Simon has been an active Nevada trial attorney for 10 over two decades. He has several 7-figure trial verdicts and settlements to his credit. Craig 11 Drummond Esq. testified that he considers Mr. Simon a top 1% trial lawyer and he associates Mr. 12 Simon in on cases that are complex and of significant value. Michael Nunez Esq. testified that Mr. 13 Simon's work on this case was extremely impressive. William Kemp Esq. testified that Mr. Simon's 14 work product and results are exceptional.

152 The Character of the Work to be Done

16 The character of the work done in this case is complex. There were multiple parties. 17 multiple claims, and many interrelated issues. Affirmative claims by the Edgeworths covered the 18 gamut from product liability to negligence. The many issues involved manufacturing, engineering, 19 fraud, and a full understanding of how to work up and present the liability and damages. Mr. Kemp 20 testified that the quality and quantity of the work was exceptional for a products liability case against 21 a world-wide manufacturer that is experienced in litigating case. Mr. Kemp further testified that the 22 Law Office of Danny Simon retained multiple experts to secure the necessary opinions to prove the 23 case. The continued aggressive representation, of Mr. Simon, in prosecuting the case that was a 24 substantial factor in achieving the exceptional results.

- 253 The Work Actually Performed
- 26 Mr. Simon was aggressive in litigating this case. In addition to filing several motions, 27 numerous court appearances, and deposition; his office uncovered several other activations, that
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1 caused possible other floods. While the Court finds that Mr. Edgeworth was extensively involved 2 and helpful in this aspect of the case, the Court disagrees that it was his work alone that led to the 3 other activations being uncovered and the result that was achieved in this case. Since Mr. 4 Edgeworth is not a lawyer, it is impossible that it was his work alone that led to the filing of motions 5 and the litigation that allowed this case to develop into a \$6 million settlement. All of the work by 6 the Law Office of Daniel Simon led to the ultimate result in this case.

74 The Result Obtained

8 The result was impressive. This began as a \$500,000 insurance claim and ended up settling 9 for over \$6,000,000. Mr. Simon was also able to recover an additional \$100,000 from Lange 10 Plumbing LLC. Mr. Vannah indicated to Simon that the Edgeworths were ready so sign and settle 11 the Lange Claim for \$25,000 but Simon kept working on the case and making changes to the 12 settlement agreement. This ultimately led to a larger settlement for the Edgeworths. Recognition is 13 due to Mr. Simon for placing the Edgeworths in a great position to recover a greater amount from 14 Lange. Mr. Kemp testified that this was the most important factor and that the result was incredible. 15 Mr. Kemp also testified that he has never heard of a \$6 million settlement with a \$500,000 damage 16 case. Further, in the Consent to Settle, on the Lange claims, the Edgeworth's acknowledge that they 17 were made more than whole with the settlement with the Viking entities.

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In determining the amount of attorney's fees owed to the Law Firm of Daniel Simon, the 19 Court also considers the factors set forth in Nevada Rules of Professional Conduct – Rule 1.5(a) 20 which states:

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(a) A lawyer shall not make an agreement for, charge, or collect an unreasonable fee or an unreasonable amount for expenses. The factors to be considered in determining the reasonableness of a fee include the following:

(1) The time and labor required, the novelty and difficulty of the questions involved, and the skill requisite to perform the legal service properly;

(2) The likelihood, if apparent to the client, that the acceptance of the particular employment will preclude other employment by the lawyer:

(3) The fee customarily charged in the locality for similar legal services;

(4) The amount involved and the results obtained;

1	(5) The time limitations imposed by the client or by the circumstances;
2	(6) The nature and length of the professional relationship with the
3	client; (7) The experience, reputation, and ability of the lawyer or lawyers
4	performing the services; and (8) Whether the fee is fixed or contingent.
5	NRCP 1.5. However, the Court must also consider the remainder of Rule 1.5 which goes on to state:
6	(b) The scope of the representation and the basis or rate of the fee and
7	expenses for which the client will be responsible shall be communicated to the
8	client, preferably in writing, before or within a reasonable time after commencing the representation, except when the lawyer will charge a
9	regularly represented client on the same basis or rate. Any changes in the
10	basis or rate of the fee or expenses shall also be communicated to the client.(c) A fee may be contingent on the outcome of the matter for which the
11	service is rendered, except in a matter in which a contingent fee is prohibited
6.51	by paragraph (d) or other law. A contingent fee agreement shall be in writing, signed by the client, and shall state, in boldface type that is at least as large as
12	the largest type used in the contingent fee agreement:
13	(1) The method by which the fee is to be determined, including the
14	percentage or percentages that shall accrue to the lawyer in the event of settlement, trial or appeal;
15	(2) Whether litigation and other expenses are to be deducted from the
16	recovery, and whether such expenses are to be deducted before or after the contingent fee is calculated;
	(3) Whether the client is liable for expenses regardless of outcome;
17	(4) That, in the event of a loss, the client may be liable for the
18	opposing party's attorney fees, and will be liable for the opposing party's costs as required by law; and
19	(5) That a suit brought solely to harass or to coerce a settlement may
20	result in liability for malicious prosecution or abuse of process. Upon conclusion of a contingent fee matter, the lawyer shall provide the client
21	with a written statement stating the outcome of the matter and, if there is a
22	recovery, showing the remittance to the client and the method of its determination.
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24	NRCP 1.5.
25	The Court finds that under the Brunzell factors, Mr. Simon was an exceptional advocate for
26	the Edgeworths, the character of the work was complex, the work actually performed was extremely
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significant, and the work yielded a phenomenal result for the Edgeworths. All of the <u>Brunzell</u> factors justify a reasonable fee under NRPC 1.5.

However, the Court must also consider the fact that the evidence suggests that the basis or rate of the fee and expenses for which the client will be responsible were never communicated to the client, within a reasonable time after commencing the representation. Further, this is not a contingent fee case, and the Court is not awarding a contingency fee.

7 Instead, the Court must determine the amount of a reasonable fee. In determining this 8 amount of a reasonable fee, the Court must consider the work that the Law Office continued to 9 provide on the Edgeworth's case, even after the constructive discharge. The record is clear that the 10 Edgeworths were ready to sign and settle the Lange claim for \$25,000 but Simon kept working on 11 the case and making changes to the settlement agreement. This resulted in the Edgeworth's 12 recovering an additional \$75,000 from Lange plumbing. Further, the Law Office of Daniel Simon 13 continued to work on the Viking settlement until it was finalized in December of 2017, and the 14 checks were issued on December 18, 2017. Mr. Simon continued to personally work with Mr. 15 Vannah to attempt to get the checks endorsed by the Edgeworths, and this lasted into the 2018 year. 16 The record is clear that the efforts exerted by the Law Office of Daniel Simon and Mr. Simon 17 himself were continuing, even after the constructive discharge. In considering the reasonable value 18 of these services, under quantum meruit, the Court is considering the previous \$550 per hour fee 19 from the implied fee agreement, the Brunzell factors, and additional work performed after the 20 constructive discharge. As such, the COURT FINDS that the Law Office of Daniel Simon is 21 entitled to a reasonable fee in the amount of \$200,000, from November 30, 2017 to the conclusion of 22 this case.

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CONCLUSION

2 The Court finds that the Law Office of Daniel Simon properly filed and perfected the 3 charging lien pursuant to NRS 18.015(3) and the Court must adjudicate the lien. The Court further 4 finds that there was an implied agreement for a fee of \$550 per hour between Mr. Simon and the 5 Edgeworths once Simon started billing Edgeworth for this amount, and the bills were paid. The 6 Court further finds that on November 29, 2017, the Edgeworth's constructively discharged Mr. 7 Simon as their attorney, when they ceased following his advice and refused to communicate with 8 him about their litigation. The Court further finds that Mr. Simon was compensated at the implied 9 agreement rate of \$550 per hour for his services, and \$275 per hour for his associates; up and until 10 the last billing of September 19, 2017. For the period from September 19, 2017 to November 29. 11 2017, the Court finds that Mr. Simon is entitled to his implied agreement fee of \$550 an hour, and 12 \$275 an hour for his associates, for a total amount of \$284,982.50. For the period after November 13 29, 2017, the Court finds that the Law Office of Daniel Simon properly perfected their lien and is 14 entitled to a reasonable fee for the services the office rendered for the Edgeworths, after being 15 constructively discharged, under quantum meruit, in an amount of \$200,000. The Court further 16 finds that the Law Office of Daniel Simon is entitled to costs in the amount of \$71,594.93.

ORDER

It is hereby ordered, adjudged, and decreed, that the Motion to Adjudicate the Attorneys Lien of the Law Office of Daniel S. Simon is hereby granted and that the reasonable fee due to the Law Dated this 28th day of April, 2021 Office of Daniel Simon is \$556,577.43, which includes outstanding costs.

IT IS SO ORDERED.

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DISTRICT COURT JUDGE

1F8 440 36C0 D8EC Tierra Jones District Court Judge

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CI	DISTRICT COURT LARK COUNTY, NEVADA
Edgeworth Family Trust,	CASE NO: A-16-738444-C
Plaintiff(s)	DEPT, NO. Department 10
vs.	
Lange Plumbing, L.L.C.,	
Defendant(s)	
AUTOMA	TED CERTIFICATE OF SERVICE
Court. The foregoing Order was s	e of service was generated by the Eighth Judicial District served via the court's electronic eFile system to all e on the above entitled case as listed below:
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