IN THE SUPREME COURT OF THE STATE OF NEVADA

UNITED SERVCIES AUTOMOBILE ASSOCIATION, an Unincorporated Association,

Petitioner,

VS.

EIGHTH JUDICIAL DISTRICT COURT FOR THE STATE OF NEVADA IN AND FOR THE COUNTY OF CLARK; THE HOORABLE NADIA KRALL, DISTRICT COURT JUDGE,

Respondents,

And

JOHN ROBERTS,

Real Party in Interest.

Supreme Court No.: 83355-COA

Electronically Filed

District Court No.: Sep 27 27 2021 06:24 p.m.

Elizabeth A. Brown

Clerk of Supreme Court

REAL PARTY IN INTEREST, JOHN ROBERTS'S, RESPONSE TO EMERGENCY MOTION UNDER NRAP 27(e)

Jordan P. Schnitzer, Esq. Nevada Bar #10744 THE SCHNITZER LAW FIRM 9205 West Russell Road, Suite 240 Las Vegas, Nevada 89148 Phone: (702) 960-4050 Facsimile: (702) 960-4092

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John Roberts

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DISCLOSURE STATEMENT PURSUANT TO NRAP 26.1

The undersigned counsel of record certifies that there are no persons or entities

as described in NRAP 26.1(a) that must be disclosed. These representations are made

in order that the judges of this court may evaluate possible disqualification or

recusal:

John Roberts, Real Party in Interest, is an individual.

Since the inception of the case, Real Party in Interest, has been solely

represented by Jordan P. Schnitzer, Esq. of THE SCHNITZER LAW FIRM. There

are no administrative agency actions in this case and no other attorneys are expected

to appear on Appellant's behalf.

DATED this 27th day of September 2021.

/s/ Jordan P. Schnitzer

Jordan P. Schnitzer, Esq.

Attorney for Real Party in Interest

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I. <u>INTRODUCTION</u>

This Motion should be denied because USAA failed to initially seek a stay with the District Court and failed to allege that doing so would have been impractical pursuant to NRAP 8(a)(1) and (2). Additionally, the Motion failed to address the four factors set forth in *Hansen v. Eighth Judicial Dist. Court ex rel. County of Clark*, 116 Nev. 650, 657, 6 P.3d 982, 986 (2000).

II. <u>LEGAL ARGUMENT</u>

A. USAA FAILED TO MOVE FOR A STAY IN THE DISTRICT COURT

NRAP 8(a)(1) and (2) required that USAA move for a stay in the District Court prior to requesting a stay from this Court or set forth why doing so would be impracticable. The District Court found that USAA never requested a stay. *See* Exhibit 1 at paragraph 16. As a result, this Motion must be denied.

B. USAA DID NOT ADDRESS THE *HANSEN* FACTORS

Additionally, the Motion should be denied because USAA failed to directly address the *Hansen* factors. In *Hansen*, the Supreme Court held:

In deciding whether to issue a stay, this court generally considers the following factors:

- (1) Whether the object of the appeal or writ petition will be defeated if the stay is denied;
- (2) Whether appellant/petitioner will suffer irreparable or serious injury if the stay is denied;
- (3) Whether respondent/real party in interest will suffer irreparable or serious injury if the stay is granted; and

(4) Whether appellant/petitioner is likely to prevail on the merits in the appeal or writ petition.

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

In the Motion, USAA does claim it will be irreparably harmed because it would be left without a chance for appellate review of the order. This is simply not true. USAA has not waived its position on the discovery order, which issues can be raised after entry of any final judgment in this matter.

Further, the *Hansen* court noted that having to participate in the "expense of lengthy and time-consuming discovery, trial preparation, and trial..., while potentially substantial, are neither irreparable nor serious." *Id.* at 986–87 (2000).

Conversely, delaying this matter over a minor discovery dispute will cause harm to Mr. Roberts. As the adage goes, justice delayed is justice denied.

Finally, USAA is not likely to prevail on the merits of the claim. USAA failed to provide this Court with the hearing transcript in front of the Discovery Commissioner, which will clearly show that proportionality was considered in issuing the Report and Recommendations. Even without this transcript, such considerations are evident given the volume of discovery that was not compelled or that was amended by the Discovery Commissioner.

III. <u>CONCLUSION</u>

Based upon the foregoing, this Motion should be denied because of both

procedural and substantive reasons.

DATED this 27th day of September, 2021.

THE SCHNITZER LAW FIRM

BY: /s/ Jordan P. Schnitzer

JORDAN P. SCHNITZER, ESQ.

Nevada Bar No. 10744

Attorney for Real Party in Interest

John Roberts

CERTIFICATE OF COMPLIANCE

1. I hereby certify that this petition complies with the formatting requirements of NRAP 32(a)(4), the typeface requirements of NRAP 32(a)(5) and the type style requirements of NRAP 32(a)(6) because it has been prepared in a proportionally spaced typeface using Microsoft Word 2007 in 14-point Times New Roman font.

2. I further certify that this petition complies with the page- or type-volume limitations of NRAP 32(a)(7), excluding the parts of the brief exempted by 32(a)(7)(C) because it is either:

 \square proportionally spaced, has a typeface of 14 points or more and contains $\underline{467}$ words; or

does not exceed pages.

DATED this 27th day of September, 2021.

THE SCHNITZER LAW FIRM

/s/ Jordan P. Schnitzer JORDAN P. SCHNITZER, ESQ. Nevada Bar No. 10744 Attorney for Real Party in Interest John Roberts

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that I am an employee of The Schnitzer Law Firm and on the 27th day of September, 2021, a true and correct copy of the above and foregoing REAL PARTY IN INTEREST, JOHN ROBERTS'S, RESPONSE TO EMERGENCY MOTION UNDER NRAP 27(e) was filed electronically and e-served on all registered parties to the Supreme Court's electronic filing system:

Robert W. Freeman, Esq. Priscilla L. O'Briant, Esq. LEWIS BRISBOIS BISGAARD & SMITH, LLP 6385 S. Rainbow Blvd., Suite 600 Las Vegas, NV 89118 Attorneys for Petitioner

The Honorable Nadia Krall Eighth Judicial District Court Regional Justice Center 200 Lewis Avenue Las Vegas, NV 89102 Respondent

By: /s/ Olivia F. Bivens
An Employee of
THE SCHNITZER LAW FIRM

EXHIBIT "1"

ELECTRONICALLY SERVED 9/27/2021 2:51 PM

Electronically Filed 09/27/2021 2:50 PM CLERK OF THE COURT

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JORDAN P. SCHNITZER, ESQ.

Nevada Bar No. 10744

THE SCHNITZER LAW FIRM

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Jordan@TheSchnitzerLawFirm.com

Attorney for Plaintiff

DISTRICT COURT CLARK COUNTY, NEVADA

JOHN ROBERTS, an individual,

Plaintiff,

riaiiiiiii,

VS.

UNITED SERVICES AUTOMOBILE

ASSOCIATION, an unincorporated entity and/or a reciprocal insurance exchange with members residing in the State of Nevada; DOES 1 through 10; and ROE CORPORATIONS 11 through 25, inclusive,

Defendants.

Case No.: A-19-790757-C

Dept. No.: IV

ORDER GRANTING IN PART AND DENYING IN PART, PLAINTIFF'S MOTION TO STRIKE THE ANSWER OF USAA FOR ITS REFUSAL TO PARTICIPATE IN DISCOVERY AND VIOLATION OF DISCOVERY ORDERS

Plaintiff's Motion to Strike the Answer of USAA for its Refusal to Participate in Discovery and Violation of Discovery Orders having come on regularly for hearing on September 16, 2021, at 9:00 am before this Honorable Court, with Jordan P. Schnitzer, Esq. appearing on behalf of Plaintiff and Priscilla L. O'Briant, Esq., appearing on behalf of Defendant, United Services Automobile Association. The Court having considered the papers and pleadings on file herein, the Court being fully advised in the premises and good cause appearing therefore, the Court makes the following findings of fact, conclusions of law and order:

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1. This is an action claiming damages for breach of contract and bad faith in a 1st party insurance claim as a result of a car crash where Plaintiff suffered injuries on May 9, 2014.

- 2. Plaintiff served written discovery upon USAA.
- 3. The parties met and conferred but eventually, Plaintiff filed two Motions to Compel on January 14, 2021.
- 4. The Motion was granted in part at a hearing on March 4, 2021, memorialized in a Discovery Commissioner's Report and Recommendations, signed on April 15, 2021.
- 5. That the DCRR required compliance within 30 days of the Order "being signed by the Court."
- 6. Defendant objected to the DCRR, which was overruled by this Court on May 12, 2021.
- 7. As a result, Defendant's supplemental responses were due on June 11, 2021.
- 8. Rather than fulfill its duties to respond to Plaintiff, USAA engaged in its own discovery while causing Plaintiff's discovery efforts to come to a halt.
- 9. Between the date of the Court's Order and today, Defendant has filed two notices of intent to issue subpoenas.
- 10. On July 2, 2021, Plaintiff's counsel sent an email to defense counsel inquiring about the overdue discovery responses.
- 11. Rather than respond to the email about the overdue responses or provide supplements, counsel for USAA asked Plaintiff to undergo two separate Rule 35 examinations.
- 12. Defense counsel submitted a declaration indicating it had issues responding to the written discovery timely because of staffing issues.
- 13. Plaintiff's counsel countered that he had only dealt with Jennifer Taylor, Esq. regarding discovery in this matter and that she was still at the firm, which was not disputed.
- 14. After the filing of the Motion, Defendant responded to some written discovery, but admittedly did not supplement requests for production numbers 2, 9, 16, 32, 36 and 39 nor did it supplement interrogatories Nos. 12, 13 and 14.
- 15. Instead, Defendant filing a Petition for Writ of Mandamus related to those items.
- 16. Defendant did not request nor obtain any stay of the discovery pending resolution of its appeal from either the District Court or Supreme Court prior to or during the hearing.

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17. Therefore, while defense counsel appears to have had some staffing issues, the issues were not timely addressed, and defense counsel found the time to attempt to advance its defenses while depriving Plaintiff of his ability to conduct discovery related to the ordered items.

- 18. Even after the staffing issues apparently resolved, Defendant continues to be in willful and intentional non-compliance with this Court's prior Order affirming the Discovery Commissioner's Report and Recommendations partially granting Plaintiff's Motion to Compel.
- 19. NRCP 37(b) empowers the District Court with a broad range of sanctions that may be invoked when parties fail to comply with discovery orders.
- 20. The Court has the power to apply whatever sanction it finds necessary or reasonable with respect to litigation abuses by a party, including terminating sanctions. See Skeen v. Valley Bank of Nevada, 89 Nev. 301, 303, 511 P.2d 1053, 1054 (Nev. 1973) (holding a "[d]efault judgment will be upheld where the normal adversary process has been halted due to an unresponsive party, because diligent parties are entitled to be protected against interminable delay and uncertainty as to their legal rights"); see also Schatz v. Devitte, 75 Nev. 124, 126, 335 P.2d 783, 784 (Nev. 1959) (upholding order to strike defendant's answer for failure to appear at a deposition); Hamlett v. Reynolds, 114 Nev. 863, 865 (Nev. 1998); see also In re Phenylpropanolamine (PPA) Products, 460 F.3d 1217, 1236 (9th Cir. 2006) (holding that, with respect to discovery abuses, "[p]rejudice from unreasonable delay is presumed" and repeated discovery violations "is sufficient prejudice").
- 21. A Court also has the inherent power to sanction, which power is designed to protect the dignity and decency of its proceedings and to enforce its decrees, and thus it may issue contempt orders and sanction or dismiss an action for litigation abuses. See *Halverson v*. Hardcastle, 123 Nev. 245, 261, 163 P.3d 428, 440 (2007).
- 22. In deciding whether dismissal or the striking of an answer is an appropriate sanction for party's discovery abuses, the district court may properly consider: (1) degree of willfulness of offending party; (2) extent to which non-offending party would be

prejudiced by lesser sanction; (3) severity of sanction of dismissal relative to severity of discovery abuse; (4) whether any evidence has been irreparably lost; (5) policy favoring adjudication on merits; (6) whether dismissal would unfairly operate to penalize party for misconduct of his or her attorney; and (7) need to deter parties and future litigants from similar abuses. *Young v. Johnny Ribiero Building*, 106 Nev. 88 (1990).

- 23. The mere filing of a writ does not excuse Defendant from the requirement to respond to the written discovery. "Absent a stay, a party must promptly comply with a court order, and failure to do so warrants a finding of contempt." *Advanced Microtherm, Inc. v. Norman Wright Mech. Equip. Corp.*, C 04-2266 JW (PVT), 2010 WL 10133699, at *1 (N.D. Cal. Sept. 22, 2010) citing *Maness v. Meyers*, 419 U.S. 449, 458–59 (1975) and *In re Crystal Palace Gambling Hall, Inc.*, 817 F.2d 1361, 1365 (9th Cir.1987).
- 24. After considering the above factors in the context of this case, the Court does not find it appropriate at this time to strike Defendant's answer.
- 25. The Court does, however, find it appropriate pursuant to NRCP 37(b)(3) that defendant UNITED SERVICES AUTOMOBILE ASSOCIATION, and its counsel, LEWIS BRISBOIS BISGAARD & SMITH, LLP, be jointly and severally liable for Plaintiff's reasonable expenses and attorneys' fees because Defendant's actions are not substantially justified.

IT IS THEREFORE ORDERED that Plaintiff's Motion is granted in part and denied in part.

IT IS FURTHER ORDERED that Defendant, USAA and Lewis Brisbois Bisgaard & Smith, LLP are jointly and severally liable for sanctions in the form of Plaintiff's costs and reasonable attorneys' fees related to bringing the motion.

IT IS FURTHER ORDERED Plaintiff is to file a separate memorandum of fees and costs.

IT IS FURTHER ORDERED Defendant, USAA must comply with this Court's prior Order and produce the entirety of the previously ordered discovery within 10 days of this hearing (by September 26, 2021) otherwise the Court will consider additional sanctions pursuant to NRCP 37.

		1	IT IS FURTHER ORDERED that Plaintiff	does not need to meet and confer to file a
		2	Motion for Additional Sanctions.	
		3	IT IS SO ORDERED.	
		4	DATED this day of	2021.
		5		
		6		Dated this 27th day of September, 2021
		7		District Court Judge
		8	Respectfully Submitted by:	E6B 3C9 3DFA 5B6F Nadia Krall District Court Judge
		9	THE SCHNITZER LAW FIRM	
VITZI	LAWFIRM	10 11 12 13	BY:	
		14 15 16	Approved as to form and content: LEWIS BRISBOIS BISGAARD & SMITH, LLP.	
		17	BY:	
		18	Priscilla L. O'Briant, Esq.	
		19	Nevada Bar No. 10171 6385 S. Rainbow Blvd., Suite 600	
		20	Las Vegas, NV 89119 Attorney for Defendant	
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1	CSERV				
2	DISTRICT COURT				
3	CLARK COUNTY, NEVADA				
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5					
6	John Roberts, Plaintiff(s)	CASE NO: A-19-790757-C			
7	VS.	DEPT. NO. Department 4			
8	United Services Automobile				
9	Association, Defendant(s)				
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11	<u>AUTOMATED CERTIFICATE OF SERVICE</u>				
12	This automated certificate of service was generated by the Eighth Judicial Distri Court. The foregoing Order was served via the court's electronic eFile system to all recipients registered for e-Service on the above entitled case as listed below:				
13					
14	Service Date: 9/27/2021				
15	Priscilla O'Briant	priscilla.obriant@lewisbrisbois.com			
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