## IN THE SUPREME COURT OF THE STATE OF NEVADA

### **INDICATE FULL CAPTION:**

MEI-GSR HOLDINGS, LLC, AM-GSR HOLDINGS, LLC, and GAGE VILLAGE COMMERCIAL DEVELPMENT, LLC, No. 87303

Oct 11 2023 05:22 PM DOCKETING Stizebethen Brown CIVIL A Deck DS Supreme Court

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### **GENERAL INFORMATION**

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

#### WARNING

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

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

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

1. Judicial District Second	Department OJ41
County Washoe	Judge Senior Judge Elizabeth Gonzalez
District Ct. Case No. <u>CV12-02222</u>	
2. Attorney filing this docketing statemen	t:
Attorney Jordan T. Smith	Telephone <u>702.214.2100</u>
Firm Pisanelli Bice PLLC	
Address 400 South 7th Street, Suite 300 Las Vegas, Nevada 89101	
Client(s) <u>See attachment</u>	
If this is a joint statement by multiple appellants, add t the names of their clients on an additional sheet accomp filing of this statement.	
3. Attorney(s) representing respondents(s	s):
Attorney Jarrad C. Miller	Telephone <u>775.329.5600</u>
Firm Robertson, Johnson, Miller & Williamson	m
Address 550 West Liberty Street, Suite 600 Reno, Nevaa 895101	
Client(s) <u>See attachment</u>	
Attorney <u>Robert L. Eisenberg</u>	Telephone <u>775.786.6868</u>
Firm Lemons, Grundy & Eisenberg	
Address 6005 Plumas Street, Third Floor Reno, Nevada 89519	

Client(s) See attachment

### 4. Nature of disposition below (check all that apply):

$\Box$ Dismissal:
$\Box$ Lack of jurisdiction
☐ Failure to state a claim
☐ Failure to prosecute
$\Box$ Other (specify):
□ Divorce Decree:
$\Box$ Original $\Box$ Modification
□ Other disposition (specify):

# 5. Does this appeal raise issues concerning any of the following?

- $\Box$  Child Custody
- □ Venue
- $\Box$  Termination of parental rights

**6. Pending and prior proceedings in this court.** List the case name and docket number of all appeals or original proceedings presently or previously pending before this court which are related to this appeal:

MEI-GSR Holdings, LLC v. Thomas, Docket No. 69184 Thomas v. MEI-GSR Holdings, LLC, Docket No. 70498 MEI-GSR Holdings, LLC v. Thomas, Docket No. 84143 MEI-GSR Holdings, LLC v. Thomas, Docket No. 85915 MEI-GSR Holdings, LLC v. Thomas, Docket No. 86092 MEI-GSR Holdings, LLC v. Thomas, Docket No. 86985 MEI-GSR Holdings, LLC v. Thomas, Docket No. 87243

**7. Pending and prior proceedings in other courts.** List the case name, number and court of all pending and prior proceedings in other courts which are related to this appeal (*e.g.*, bankruptcy, consolidated or bifurcated proceedings) and their dates of disposition: N/A

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

This action involves an ongoing dispute about whether Plaintiffs, as unit owners within a hotel condominum arrangement, were damaged by certain conduct of the Defendants, including awarded and alleged continuing damages based upon loss of rental income and depreciation in the value of those units. The parties' rights and responsibilities are largely governed by a Unit Rental Agreement, Unit Maintenance Agreement and CC&Rs.

After entering a default, the district court entered compensatory and punitive damage awards. After entry of final judgment(s), and previously refusing to perform its duties, the Receiver produced a Calculation of Net Rents to be Paid to Defendants on August 1, 2023, which Appellants objected to due to the erroneous calculations. The district court refused to consider the merits of the objection, finding that any of the items objected to "are part of the true up process and final accounting" when the receivership is already terminated.

**9. Issues on appeal.** State concisely the principal issue(s) in this appeal (attach separate sheets as necessary):

(1) Whether the Receiver's calculations are correct;

(2) Whether the Receiver terminated upon entry of final judgment as a matter of law.

(3) Did the district court err by approving the Reciever's calculations that do not permit Appellants to withhold certain sums as allowed by the express terms of the parties' governing documents?

**10. Pending proceedings in this court raising the same or similar issues.** If you are aware of any proceedings presently pending before this court which raises the same or similar issues raised in this appeal, list the case name and docket numbers and identify the same or similar issue raised:

Appellants' pending appeals in Dockets 85915 and 86092 involve the same issue involving the termination of the pre-judgment receiver upon entry of a final judgment as a matter of law.

**11. Constitutional issues.** If this appeal challenges the constitutionality of a statute, and the state, any state agency, or any officer or employee thereof is not a party to this appeal, have you notified the clerk of this court and the attorney general in accordance with NRAP 44 and NRS 30.130?

- 🖂 N/A
- □ Yes
- 🗌 No
- If not, explain:

12. Other issues. Does this appeal involve any of the following issues?

 $\Box$  Reversal of well-settled Nevada precedent (identify the case(s))

 $\square$  An issue arising under the United States and/or Nevada Constitutions

 $\Box$  A substantial issue of first impression

 $\boxtimes$  An issue of public policy

 $\Box$  An issue where en banc consideration is necessary to maintain uniformity of this court's decisions

### $\Box$ A ballot question

If so, explain: The issue of whether a pre-judgment receiver terminates upon entry of a final judgment and related consequences constitute issues of public policy.

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

This matter is presumptively retained by the Supreme Court under NRAP 17(a)(12) because it raises an issue of significant statewide public importance.

14. Trial. If this action proceeded to trial, how many days did the trial last?

Was it a bench or jury trial? N/A

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

# TIMELINESS OF NOTICE OF APPEAL

### 16. Date of entry of written judgment or order appealed from August 14, 2023

If no written judgment or order was filed in the district court, explain the basis for seeking appellate review:

N/A

### 17. Date written notice of entry of judgment or order was served August 14, 2023

Was service by:

 $\Box$  Delivery

□ Mail/electronic/fax

# 18. If the time for filing the notice of appeal was tolled by a post-judgment motion (NRCP 50(b), 52(b), or 59)

(a) Specify the type of motion, the date and method of service of the motion, and the date of filing.

$\square$ NRCP 50(b)	Date of filing
□ NRCP 52(b)	Date of filing
□ NRCP 59	Date of filing

NOTE: Motions made pursuant to NRCP 60 or motions for rehearing or reconsideration may toll the time for filing a notice of appeal. *See <u>AA Primo Builders v. Washington</u>, 126 Nev. \_\_\_\_, 245 P.3d 1190 (2010).* 

(b) Date of entry of written order resolving tolling motion

(c) Date written notice of entry of order resolving tolling motion was served

Was service by:

 $\Box$  Delivery

🗌 Mail

### 19. Date notice of appeal filed September 13, 2023

If more than one party has appealed from the judgment or order, list the date each notice of appeal was filed and identify by name the party filing the notice of appeal:

# 20. Specify statute or rule governing the time limit for filing the notice of appeal, *e.g.*, NRAP 4(a) or other

NRAP 4(a).

# SUBSTANTIVE APPEALABILITY

# 21. Specify the statute or other authority granting this court jurisdiction to review the judgment or order appealed from:

(a)

$\boxtimes$ NRAP 3A(b)(1)	□ NRS 38.205
□ NRAP 3A(b)(2)	□ NRS 233B.150
□ NRAP 3A(b)(3)	□ NRS 703.376
$\boxtimes$ Other (specify)	NRAP 3A(b)(8)

(b) Explain how each authority provides a basis for appeal from the judgment or order: The order appealed from is either a final judgment itself or special order entered after final judgment.

## 22. List all parties involved in the action or consolidated actions in the district court: (a) Parties:

See attachment.

(b) If all parties in the district court are not parties to this appeal, explain in detail why those parties are not involved in this appeal, *e.g.*, formally dismissed, not served, or other:

N/A.

# 23. Give a brief description (3 to 5 words) of each party's separate claims, counterclaims, cross-claims, or third-party claims and the date of formal disposition of each claim.

Plaintiffs sued Gran Sierra Resort Association for appointment of a receiver, money damages, equitable relief; MEI-GSR for money damages and equitable relief; and Gage Village Development for equitable relief.

Defendants filed counterclaims against all plaintiffs for damages, declaratory relief, and injunctive relief.

# 24. Did the judgment or order appealed from adjudicate ALL the claims alleged below and the rights and liabilities of ALL the parties to the action or consolidated actions below?

 $\boxtimes$  Yes

🗌 No

# 25. If you answered "No" to question 24, complete the following:

(a) Specify the claims remaining pending below: N/A.

(b) Specify the parties remaining below: N/A.

(c) Did the district court certify the judgment or order appealed from as a final judgment pursuant to NRCP 54(b)?

□ Yes

 $\Box$  No

(d) Did the district court make an express determination, pursuant to NRCP 54(b), that there is no just reason for delay and an express direction for the entry of judgment?

□ Yes

🛛 No

26. If you answered "No" to any part of question 25, explain the basis for seeking appellate review (*e.g.*, order is independently appealable under NRAP 3A(b)): The order is independently appealable under NRAP 3A(b)(1) or NRAP 3A(b)(8).

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

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

# VERIFICATION

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

MEI-GSR Holdings, LLC et al. Name of appellant Jordan T. Smith Name of counsel of record

October 11, 2023 Date /s/ Jordan T. Smith Signature of counsel of record

Nevada, Clark County State and county where signed

## **CERTIFICATE OF SERVICE**

I certify that on the <u>11th</u> day of <u>October</u> , <u>2023</u> , I served a copy of this

completed docketing statement upon all counsel of record:

 $\square$  By personally serving it upon him/her; or

⊠ By mailing it by first class mail with sufficient postage prepaid to the following address(es): (NOTE: If all names and addresses cannot fit below, please list names below and attach a separate sheet with the addresses.)

Jarrad C. Miller Briana N. Collings Robertson, Johnson, Miller & Williamson and Robert L. Eisenberg Lemons, Grundy & Eisenberg Attorneys for Repspondent See attachment.

Dated this 11th

day of October

,2023

<u>/s/ Shannon Dinkel</u> Signature

## ATTACHMENT TO CERTIFICATE OF SERVICE

- Jarrad C. Miller, Esq. Briana N. Collings, Esq. ROBERTSON, JOHNSON, MILLER & WILLIAMSON 50 West Liberty Street, Suite 600 Reno, Nevada 89501 Telephone: (775) 329-5600 Attorney for Respondent
- Robert L. Eisenberg, Esq. LEMONS, GRUNDY & EISENBERG 6005 Plumas Street, Third Floor Reno, Nevada 89519 Telephone: (775) 786-6868 Attorney for Respondent

### **Attachment to Question 2:**

Clients:

1. MEI-GSR Holdings, LLC; Gage Village Commercial Development, LLC; and AM-GSR Holdings, LLC.

#### **Attachment to Question 3:**

1. Attorney(s) continued

Robert L. Eisenberg Lemons, Grundy & Eisenberg 6005 Plumas Street, Third Floor Reno, Nevada 89519 Telephone: 775.786.6868

2. Clients

Albert Thomas; Jane Dunlap; John Dunlap; Barry Hay; Marie-Anne Alexander, as Trustee of the Marie-Annie Alexander Living Trust; Melissa Vagujhelyi and George Vagujhelyi, as Trustees of the George Vagujhelyi and Melissa Vagujhelyi 2001 Family Trust Agreement, u/t/a April 13, 2001; D' Arcy Nunn; Henry Nunn; Madelyn Van Der Bokke; Lee Van Der Bokke; Donald Schreifels; Robert R. Pederson, individually and as Trustee of the Pederson 1990 Trust; Lou Ann Pederson, individually and as Trustee of the Pederson 1990 Trust; Lori Ordover; William A. Henderson, individually; Christine E. Henderson; Loren D. Parker; Suzanne C. Parker; Michael Izady; Steven Takaki; Farad Torabkhan; Sahar Tavakol; M&Y Holdings, LLC; JL&YL Holdings, LLC; Sandi Raines; R. Raghuram; Usha Raghuram; Lori K. Tokutomi; Garret Tom; Anita Tom; Ramon Fadrilan; Faye Fadrilan; Peter K. Lee and Monica L. Lee, as Trustees of the Lee Family 2002 Revocable Trust; Dominic Yin; Elias Shamieh; Jeffrey Quinn; Barbara Rose Quinn; Kenneth Riche; Maxine Riche; Norman Chandler; Benton Wan; Timothy D. Kaplan; Silkscape Inc.; Peter Cheng; Elisa Cheng; Greg A. Cameron; TMI Property Group, LLC; Richard Lutz; Sandra Lutz; Mary A. Kossick; Melvin Cheah; Di Shen; Nadine's Real Estate Investments, LLC; Ajit Gupta; Seema Gupta; Fredrick Fish; Lisa Fish; Robert A. Williams; Jacquelin Pham; May Ann Hom, as Trustee of the May Ann Hom Trust; Michael Hurley; Dominic Yin; Duane Windhorst; Marilyn Windhorst; Vinod Bhan; Anne Bhan; Guy P. Browne; Garth A. Williams; Pamela Y. Aratani; Darlene Lindgren; Laverne Roberts; Doug Mecham; Chrisine Mecham; Kwangsoo Son; Soo Yeun Moon; Johnson Akindodunse; Irene Weiss, as Trustee of the Weiss Family Trust; Pravesh Chopra; Terry Pope; Nancy Pope; James Taylor; Ryan Taylor; Ki Ham; Young Ja Choi; Sang Dae Sohn; Kuk Hyung (Connie); Sang (Mike) Yoo; Brett Menmuir, as Trustee of the Cayenne Trust; William Miner, Jr.; Chanh Truong; Elizabeth Anders Mecua; Shepherd Mountain, LLC; Robert Brunner; Amy Brunner; Jeff Riopelle; Patricia M. Moll; and Daniel Moll.

### **Attachment to Question 22:**

1. Plaintiffs/Respondents:

Albert Thomas; Jane Dunlap; John Dunlap; Barry Hay; Marie-Anne Alexander, as Trustee of the Marie-Annie Alexander Living Trust; Melissa Vagujhelyi and George Vagujhelyi, as Trustees of the George Vaguihelyi and Melissa Vaguihelyi 2001 Family Trust Agreement, u/t/a April 13, 2001; D' Arcy Nunn; Henry Nunn; Madelyn Van Der Bokke; Lee Van Der Bokke; Donald Schreifels; Robert R. Pederson, individually and as Trustee of the Pederson 1990 Trust; Lou Ann Pederson, individually and as Trustee of the Pederson 1990 Trust; Lori Ordover; William A. Henderson, individually; Christine E. Henderson; Loren D. Parker; Suzanne C. Parker; Michael Izady; Steven Takaki; Farad Torabkhan; Sahar Tavakol; M&Y Holdings, LLC; JL&YL Holdings, LLC; Sandi Raines; R. Raghuram; Usha Raghuram; Lori K. Tokutomi; Garret Tom; Anita Tom; Ramon Fadrilan; Faye Fadrilan; Peter K. Lee and Monica L. Lee, as Trustees of the Lee Family 2002 Revocable Trust; Dominic Yin; Elias Shamieh; Jeffrey Quinn; Barbara Rose Quinn; Kenneth Riche; Maxine Riche; Norman Chandler; Benton Wan; Timothy D. Kaplan; Silkscape Inc.; Peter Cheng; Elisa Cheng; Greg A. Cameron; TMI Property Group, LLC; Richard Lutz; Sandra Lutz; Mary A. Kossick; Melvin Cheah; Di Shen; Nadine's Real Estate Investments, LLC; Ajit Gupta; Seema Gupta; Fredrick Fish; Lisa Fish; Robert A. Williams; Jacquelin Pham; May Ann Hom, as Trustee of the May Ann Hom Trust; Michael Hurley; Dominic Yin; Duane Windhorst; Marilyn Windhorst; Vinod Bhan; Anne Bhan; Guy P. Browne; Garth A. Williams; Pamela Y. Aratani; Darlene Lindgren; Laverne Roberts; Doug Mecham; Chrisine Mecham; Kwangsoo Son; Soo Yeun Moon; Johnson Akindodunse; Irene Weiss, as Trustee of the Weiss Family Trust; Pravesh Chopra; Terry Pope; Nancy Pope; James Taylor; Ryan Taylor; Ki Ham; Young Ja Choi; Sang Dae Sohn; Kuk Hyung (Connie); Sang (Mike) Yoo; Brett Menmuir, as Trustee of the Cayenne Trust; William Miner, Jr.; Chanh Truong; Elizabeth Anders Mecua; Shepherd Mountain, LLC; Robert Brunner; Amy Brunner; Jeff Riopelle; Patricia M. Moll; and Daniel Moll.

2. Defendants/Appellants:

MEI-GSR Holdings, LLC; Gage Village Commercial Development, LLC; and AM-GSR Holdings, LLC.

# <u>APPENDIX OF EXHIBITS</u> DOCKETING STATEMENT QUESTION 27

<u>EXHIBIT</u>	DESCRIPTION	DATE FILED
Exhibit A	Second Amended Complaint	March 26, 2013
Exhibit B	Answer to Second Amended Complaint and May 23, 201 Counterclaim	
Exhibit C	Notice of Entry of Order	August 14, 2023

# **EXHIBIT** A

1 2 3 4 5	CODE: 1090 G. David Robertson, Esq. (NV Bar No. 1001) Jarrad C. Miller, Esq. (NV Bar No. 7093) Jonathan J. Tew, Esq. (NV Bar No. 11874) Robertson, Johnson, Miller & Williamson 50 West Liberty Street, Suite 600 Reno, Nevada 89501 (775) 329-5600 Attorneys for Plaintiffs	Joe C <u>Trar</u>	FILED Electronically 5-2013:02:41:53 PM y Orduna Hastings elerk of the Court esaction # 3617729
6	SECOND JUDICIAL DISTRICT CO		F NEVADA
7	IN AND FOR THE CO	OUNTY OF WASHOE	
8			
9	ALBERT THOMAS, individually; JANE DUNLAP, individually; JOHN DUNLAP,		
10	individually; BARRY HAY, individually; MARIE-ANNE ALEXANDER, as Trustee of		
11	the MARIE-ANNIE ALEXANDER LIVING TRUST; MELISSA VAGUJHELYI and	Case No. CV12-02222 Dept. No. 10	
12	GEORGE VAGUJHELYI, as Trustees of the GEORGE VAGUJHELYI AND MELISSA	200010	
13	VAGUJHELYI 2001 FAMILY TRUST AGREEMENT, U/T/A APRIL 13, 2001; D'		
14	ARCY NUNN, individually; HENRY	SECOND AMENDED O	COMPLAINT
15	NUNN, individually; MADELYN VAN DER BOKKE, individually; LEE VAN DER		
16	BOKKE, individually; DONALD SCHREIFELS, individually; ROBERT R. DEDERSON individually and as Trustan of		
17	PEDERSON, individually and as Trustee of the PEDERSON 1990 TRUST; LOU ANN		
18	PEDERSON, individually and as Trustee of the PEDERSON 1990 TRUST; LORI		
19	ORDOVER, individually; WILLIAM A. HENDERSON, individually; CHRISTINE E.		
20	HENDERSON, individually; LOREN D. PARKER, individually; SUZANNE C.		
21	PARKER, individually; MICHAEL IZADY, individually; STEVEN TAKAKI,		
22	individually; FARAD TORABKHAN, individually; SAHAR TAVAKOL,		
23	individually; M&Y HOLDINGS, LLC; JL&YL HOLDINGS, LLC; SANDI RAINES,		
24	individually; R. RAGHURAM, individually; USHA RAGHURAM, individually; LORI K.		
25	TOKUTOMI, individually; GARRET TOM, individually; ANITA TOM, individually;		
26	RAMON FADRILAN, individually; FAYE FADRILAN, individually; PETER K. LEE		
27	and MONICA L. LEE, as Trustees of the LEE FAMILY 2002 REVOCABLE TRUST;		
28	DOMINIC YIN, individually; ELIAS SHAMIEH, individually; JEFFREY QUINN,		
ison, nson Street,	SECOND AMENI PAG	ED COMPLAINT	

1	individually; BARBARA ROSE QUINN	
2	individually; KENNETH RICHE, individually; MAXINE RICHE, individually;	
~	NORMAN CHANDLER, individually;	
3	BENTON WAN, individually; TIMOTHY D.	
4	KAPLAN, individually; SILKSCAPE INC.; PETER CHENG, individually; ELISA	
.	CHENG, individually; GREG A.	
5	CAMERON, individually; TMI PROPERTY	
6	GROUP, LLC; RICHARD LUTZ, individually; SANDRA LUTZ, individually;	
	MARY A. KOSSICK, individually; MELVIN	
7	CHEAH, individually; DI SHEN, individually; NADINE'S REAL ESTATE	
8	INVESTMENTS, LLC; AJIT GUPTA,	
	individually; SEEMA GUPTA, individually;	
9	FREDRICK FISH, individually; LISA FISH, individually; ROBERT A. WILLIAMS,	
10	individually; JACQUELIN PHAM,	
	individually; MAY ANN HOM, as Trustee of	
11	the MAY ANN HOM TRUST; MICHAEL	
12	HURLEY, individually; DOMINIC YIN, individually; DUANE WINDHORST,	
12	individually; MARILYN WINDHORST,	
13	individually; VINOD BHAN, individually;	
14	ANNE BHAN, individually; GUY P. BROWNE, individually; GARTH A.	
	WILLIAMS, individually; PAMELA Y.	
15	ARATANI, individually; DARLENE	
16	LINDGREN, individually; LAVERNE ROBERTS, individually; DOUG MECHAM,	
	individually; CHRISINE MECHAM,	
17	individually; KWANGSOO SON,	
18	individually; SOO YEUN MOON, individually; JOHNSON AKINDODUNSE,	
	individually; IRENE WEISS, as Trustee of	
19	the WEISS FAMILY TRUST; PRAVESH	
20	CHOPRA, individually; TERRY POPE, individually; NANCY POPE, individually;	
	JAMES TAYLOR, individually; RYAN	
21	TAYLOR, individually; KI HAM,	
22	individually; YOUNG JA CHOI, individually; SANG DAE SOHN,	
	individually; KUK HYUNG (CONNIE),	
23	individually; SANG (MIKE) YOO,	
24	individually; BRETT MENMUIR, as Trustee of the CAYENNE TRUST; WILLIAM	
	MINER, JR., individually; CHANH	
25	TRUONG, individually; ELIZABETH	
26	ANDERS MECUA, individually; SHEPHERD MOUNTAIN, LLC; ROBERT	
	BRUNNER, individually; AMY BRUNNER,	
27	individually; JEFF RIOPELLE, individually;	
28	PATRICIA M. MOLL, individually; DANIEL MOLL, individually; and DOE	
n,		
on	SECOND AMEND	ΨE

1	PLAINTIFFS 1 THROUGH 10, inclusive,
2	Plaintiffs,
3	vs.
4	MEI-GSR Holdings, LLC, a Nevada Limited Liability Company, GRAND SIERRA
5	RESORT UNIT OWNERS' ASSOCIATION, a Nevada nonprofit corporation, GAGE
6	VILLAGE COMMERCIAL DEVELOPMENT, LLC, a Nevada Limited
7	Liability Company and DOE DEFENDANTS 1 THROUGH 10, inclusive,
8	Defendants.
9	COME NOW Plaintiffs ("Plaintiffs" or "Individual Unit Owners"), by and through their
10	
11	counsel of record, Robertson, Johnson, Miller & Williamson, and for their causes of action
12	against Defendants hereby complain as follows:
13	GENERAL ALLEGATIONS
14	<u>The Parties</u>
15	1. Plaintiff Albert Thomas is a competent adult and is a resident of the State of
16	California.
17	2. Plaintiff Jane Dunlap is a competent adult and is a resident of the State of
18	California.
19	3. Plaintiff John Dunlap is a competent adult and is a resident of the State of
20	California.
21	4. Plaintiff Barry Hay is a competent adult and is a resident of the State of
22	California.
23	5. Plaintiff Marie-Annie Alexander, as Trustee of the Marie-Annie Alexander Living
24	Trust, is a competent adult and is a resident of the State of California.
25	6. Plaintiff Melissa Vagujhelyi, as Co-Trustee of the George Vagujhelyi and Melissa
26	Vagujheyli 2001 Family Trust Agreement U/T/A April 13, 2001, is a competent adult and is a
27	resident of the State of Nevada.
28	
on, son	SECOND AMENDED COMPLAINT
reet,	PAGE 3

on, on reet,		SECOND AMENDED COMPLAINT PAGE 4	
28			
27	Washington.		
26	19.	Plaintiff Suzanne C. Parker is a competent adult and is a resident of the State of	
25	Washington.		
24	18.	Plaintiff Loren D. Parker is a competent adult and is a resident of the State of	
23	of California.		
22	17.	Plaintiff Christine E. Henderson is a competent adult and is a resident of the State	
21	of California.		
20	16.	Plaintiff William A. Henderson is a competent adult and is a resident of the State	
19	Connecticut.		
18	15.	Plaintiff Lori Ordover is a competent adult and is a resident of the State of	
17		npetent adult and is a resident of the State of California.	
16	14.	Plaintiff Lou Ann Pederson, individually and as Trustee of the Pederson 1990	
15		npetent adult and is a resident of the State of California.	
14	13.	Plaintiff Robert R. Pederson, individually and as Trustee of the Pederson 1990	
13	Minnesota.		
12	12.	Plaintiff Donald Schreifels is a competent adult and is a resident of the State of	
11	State of California.		
10	11.	Plaintiff Madelyn Van Der Bokke is a competent adult and is a resident of the	
8 9	California.	r faintin Lee van Der Bokke is a competent aduit and is a resident of the State of	
8	10.	Plaintiff Lee Van Der Bokke is a competent adult and is a resident of the State of	
6 7	9. California.	Plaintiff Henry Nunn is a competent adult and is a resident of the State of	
5	California.		
4	8.	Plaintiff D'Arcy Nunn is a competent adult and is a resident of the State of	
3	resident of the State of Nevada.		
2	Vagujheyli 2001 Family Trust Agreement U/T/A April 13, 2001, is a competent adult and is a		
1	7.	Plaintiff George Vagujhelyi, as Co-Trustee of the George Vagujhelyi and Melissa	

1	20.	Plaintiff Michael Izady is a competent adult and is a resident of the State of New
2	York.	
3	21.	Plaintiff Steven Takaki is a competent adult and is a resident of the State of
4	California.	
5	22.	Plaintiff Farad Torabkhan is a competent adult and is a resident of the State of
6	New York.	
7	23.	Plaintiff Sahar Tavakol is a competent adult and is a resident of the State of New
8	York.	
9	24.	Plaintiff M&Y Holdings is a Nevada Limited Liability Company with its
10	principal plac	ce of business in Nevada.
11	25.	Plaintiff JL&YL Holdings, LLC is a Nevada Limited Liability Company with its
12	principal plac	ce of business in Nevada.
13	26.	Plaintiff Sandi Raines is a competent adult and is a resident of the State of
14	Minnesota.	
15	27.	Plaintiff R. Raghuram is a competent adult and is a resident of the State of
16	California.	
17	28.	Plaintiff Usha Raghuram is a competent adult and is a resident of the State of
18	California.	
19	29.	Plaintiff Lori K. Tokutomi is a competent adult and is a resident of the State of
20	California.	
21	30.	Plaintiff Garett Tom is a competent adult and is a resident of the State of
22	California.	
23	31.	Plaintiff Anita Tom is a competent adult and is a resident of the State of
24	California.	
25	32.	Plaintiff Ramon Fadrilan is a competent adult and is a resident of the State of
26	California.	
27	33.	Plaintiff Faye Fadrilan is a competent adult and is a resident of the State of
28 <sub>n,</sub>	California.	
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1	34.	Plaintiff Peter K. Lee, as Trustee of the Lee Family 2002 Revocable Trust, is a
2	competent ad	ult and is a resident of the State of California.
3	35.	Plaintiff Monica L. Lee, as Trustee of the Lee Family 2002 Revocable Trust, is a
4	competent ad	ult and is a resident of the State of California.
5	36.	Plaintiff Dominic Yin is a competent adult and is a resident of the State of
6	California.	
7	37.	Plaintiff Elias Shamieh is a competent adult and is a resident of the State of
8	California.	
9	38.	Plaintiff Nadine's Real Estate Investments, LLC, is a North Dakota Limited
10	Liability Con	npany.
11	39.	Plaintiff Jeffery James Quinn is a competent adult and is a resident of the State of
12	Hawaii.	
13	40.	Plaintiff Barbara Rose Quinn is a competent adult and is a resident of the State of
14	Hawaii.	
15	41.	Plaintiff Kenneth Riche is a competent adult and is a resident of the State of
16	Wisconsin.	
17	42.	Plaintiff Maxine Riche is a competent adult and is a resident of the State of
18	Wisconsin.	
19	43.	Plaintiff Norman Chandler is a competent adult and is a resident of the State of
20	Alabama.	
21	44.	Plaintiff Benton Wan is a competent adult and is a resident of the State of
22	California.	
23	45.	Plaintiff Timothy Kaplan is a competent adult and is a resident of the State of
24	California.	
25	46.	Plaintiff Silkscape Inc. is a California Corporation.
26	47.	Plaintiff Peter Cheng is a competent adult and is a resident of the State of
27	California.	
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Miller & Williamson 50 West Liberty Street, Suite 600 Reno, Nevada 89501		SECOND AMENDED COMPLAINT PAGE 6

1	48.	Plaintiff Elisa Cheng is a competent adult and is a resident of the State of
2	California.	
3	49.	Plaintiff Greg A. Cameron is a competent adult and is a resident of the State of
4	California.	
5	50.	Plaintiff TMI Property Group, LLC is a California Limited Liability Company.
6	51.	Plaintiff Richard Lutz is a competent adult and is a resident of the State of
7	California.	
8	52.	Plaintiff Sandra Lutz is a competent adult and is a resident of the State of
9	California.	
10	53.	Plaintiff Mary A. Kossick is a competent adult and is a resident of the State of
11	California.	
12	54.	Plaintiff Melvin H. Cheah is a competent adult and is a resident of the State of
13	California.	
14	55.	Plaintiff Di Shen is a competent adult and is a resident of the State of Texas.
15	56.	Plaintiff Ajit Gupta is a competent adult and is a resident of the State of
16	California.	
17	57.	Plaintiff Seema Gupta is a competent adult and is a resident of the State of
18	California.	
19	58.	Plaintiff Fredrick Fish is a competent adult and is a resident of the State of
20	Minnesota.	
21	59.	Plaintiff Lisa Fish is a competent adult and is a resident of the State of Minnesota.
22	60.	Plaintiff Robert A. Williams is a competent adult and is a resident of the State of
23	Minnesota.	
24	61.	Plaintiff Jacquelin Pham is a competent adult and is a resident of the State of
25	California.	
26	62.	Plaintiff May Ann Hom, as Trustee of the May Ann Hom Trust, is a competent
27	adult and is a	a resident of the State of California.
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1	63.	Plaintiff Michael Hurley is a competent adult and is a resident of the State of
2	Minnesota.	
3	64.	Plaintiff Dominic Yin is a competent adult and is a resident of the State of
4	California.	
5	65.	Plaintiff Duane Windhorst is a competent adult and is a resident of the State of
6	Minnesota.	
7	66.	Plaintiff Marilyn Windhorst is a competent adult and is a resident of the State of
8	Minnesota.	
9	67.	Plaintiff Vinod Bhan is a competent adult and is a resident of the State of
10	California.	
11	68.	Plaintiff Anne Bhan is a competent adult and is a resident of the State of
12	California.	
13	69.	Plaintiff Guy P. Browne is a competent adult and is a resident of the State of
14	California.	
15	70.	Plaintiff Garth Williams is a competent adult and is a resident of the State of
16	California.	
17	71.	Plaintiff Pamela Y. Aratani is a competent adult and is a resident of the State of
18	California.	
19	72.	Plaintiff Darleen Lindgren is a competent adult and is a resident of the State of
20	Minnesota.	
21	73.	Plaintiff Laverne Roberts is a competent adult and is a resident of the State of
22	Nevada.	
23	74.	Plaintiff Doug Mecham is a competent adult and is a resident of the State of
24	Nevada.	
25	75.	Plaintiff Chrisine Mecham is a competent adult and is a resident of the State of
26	Nevada.	
27	76.	Plaintiff Kwangsoo Son is a competent adult and is a resident of Vancouver,
28	British Colu	mbia.
son, nson Street,		SECOND AMENDED COMPLAINT PAGE 8
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1	77.	Plaintiff Soo Yeun Moon is a competent adult and is a resident of Vancouver,
2	British Colum	ıbia.
3	78.	Plaintiff Johnson Akindodunse is a competent adult and is a resident of the State
4	of California.	
5	79.	Plaintiff Irene Weiss, as Trustee of the Weiss Family Trust, is a competent adult
6	and is a reside	ent of the State of Texas.
7	80.	Plaintiff Pravesh Chopra is a competent adult and is a resident of the State of
8	California.	
9	81.	Plaintiff Terry Pope is a competent adult and is a resident of the State of Nevada.
10	82.	Plaintiff Nancy Pope is a competent adult and is a resident of the State of Nevada.
11	83.	Plaintiff James Taylor is a competent adult and is a resident of the State of
12	California.	
13	84.	Plaintiff Ryan Taylor is a competent adult and is a resident of the State of
14	California.	
15	85.	Plaintiff Ki Ham is a competent adult and is a resident of Surry B.C.
16	86.	Plaintiff Young Ja Choi is a competent adult and is a resident of Coquitlam, B.C.
17	87.	Plaintiff Sang Dae Sohn is a competent adult and is a resident of Vancouver, B.C.
18	88.	Plaintiff Kuk Hyung ("Connie") is a competent adult and is a resident of
19	Coquitlam, B.	С.
20	89.	Plaintiff Sang ("Mike") Yoo is a competent adult and is a resident of Coquitlam,
21	British Colum	ıbia.
22	90.	Plaintiff Brett Menmuir, as Trustee of the Cayenne Trust, is a competent adult and
23	is a resident of	f the State of Nevada.
24	91.	Plaintiff William Miner, Jr., is a competent adult and is a resident of the State of
25	California.	
26	92.	Plaintiff Chanh Truong is a competent adult and is a resident of the State of
27	California.	
28		
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1	93. Plaintiff Elizabeth Anders Mecua is a competent adult and is a resident of the
2	State of California.
3	94. Plaintiff Shepherd Mountain, LLC is a Texas Limited Liability Company with its
4	principal place of business in Texas.
5	95. Plaintiff Robert Brunner is a competent adult and is a resident of the State of
6	Minnesota.
7	96. Plaintiff Amy Brunner is a competent adult and is a resident of the State of
8	Minnesota.
9	97. Plaintiff Jeff Riopelle is a competent adult and is a resident of the State of
10	California.
11	98. Plaintiff Patricia M. Moll is a competent adult and is a resident of the State of
12	Illinois.
13	99. Plaintiff Daniel Moll is a competent adult and is a resident of the State of Illinois.
14	100. Plaintiffs are informed and believe and thereon allege that at all relevant times
15	herein, Defendant MEI-GSR Holdings, LLC ("MEI-GSR") is a Nevada Limited Liability
16	Company with its principal place of business in Nevada.
17	101. Plaintiffs are informed and believe and thereon allege that at all relevant times
18	herein, Defendant Gage Village Commercial Development, LLC ("Gage Village") is a Nevada
19	Limited Liability Company with its principal place of business in Nevada.
20	102. Plaintiffs are informed and believe and thereon allege that Gage Village is related
21	to, controlled by, affiliated with, and/or a subsidiary of MEI-GSR.
22	103. Plaintiffs are informed and believe and thereon allege that at all relevant times
23	herein, Defendant Grand Sierra Resort Unit Owners' Association (the "Unit Owners'
24	Association") is a Nevada nonprofit corporation with its principal place of business in Nevada.
25	104. The true names and capacities whether individual, corporate, associate or
26	otherwise of Plaintiff Does and Defendant Does 1 through 10, are unknown to Plaintiffs, and
27	Plaintiffs therefore include them by such fictitious names. Plaintiffs will amend this Complaint
28 on,	to allege their true names and capacities when such are ascertained. Plaintiffs are informed and
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believe and thereon allege that each of the fictitiously named Defendant Does is liable to
 Plaintiffs in some manner for the occurrences that are herein alleged.

3

### **MEI-GSR's Control of the Unit Owners' Association is to Plaintiffs' Detriment**

4 105. The Individual Unit Owners re-allege each and every allegation contained in
5 paragraphs 1 through 102 of this Complaint as though fully stated herein and hereby incorporate
6 them by this reference as if fully set forth below.

7 106. The Grand Sierra Resort Condominium Units ("GSR Condo Units") are part of
8 the Grand Sierra Unit Owners Association, which is an apartment style hotel condominium
9 development of 670 units in one 27-story building. The GSR Condo Units occupy floors 17
10 through 24 of the Grand Sierra Resort and Casino, a large-scale hotel casino, located at 2500
11 East Second Street, Reno, Nevada.

12 13

15

107. All of the Individual Unit Owners: hold an interest in, own, or have owned, one or more GSR Condo Units.

14 108. Defendants Gage Village and MEI-GSR own multiple GSR Condo Units.

109. Defendant MEI-GSR owns the Grand Sierra Resort and Casino.

16 110. Under the Declaration of Covenants, Conditions, Restrictions and Reservations of
17 Easements for Hotel-Condominiums at Grand Sierra Resort ("CC&Rs"), there is one voting
18 member for each unit of ownership (thus, an owner with multiple units has multiple votes).

19 111. Because Defendants MEI-GSR and Gage Village control more units of ownership
20 than any other person or entity, they effectively control the Unit Owners' Association by having
21 the ability to elect Defendant MEI-GSR's chosen representatives to the Board of Directors (the
22 governing body over the GSR Condo Units).

112. As a result of Defendants MEI-GSR and Gage Village controlling the Unit
Owners' Association, the Individual Unit Owners effectively have no input or control over the
management of the Unit Owners' Association.

26 113. Defendants MEI-GSR and Gage Village have used, and continue to use, their
27 control over the Defendant Unit Owners' Association to advance Defendants MEI-GSR and
28 Gage Villages' economic objectives to the detriment of the Individual Unit Owners.

Defendants MEI-GSR and Gage Villages' control of the Unit Owners' 1 114. 2 Association violates Nevada law as it defeats the purpose of forming and maintaining a 3 homeowners' association.

4 5

115. Further, the Nevada Division of Real Estate requires a developer to sell off the units within 7 years, exit and turn over the control and management to the owners.

6

116. Under the CC&Rs, the Individual Unit Owners are required to enter into a "Unit 7 Maintenance Agreement" and participate in the "Hotel Unit Maintenance Program," wherein 8 Defendant MEI-GSR provides certain services (including, without limitation, reception desk 9 staffing, in-room services, guest processing services, housekeeping services, Hotel Unit 10 inspection, repair and maintenance services, and other services).

11 117. The Unit Owners' Association maintains capital reserve accounts that are funded by the owners of GSR Condo Units. The Unit Owners' Association collects association dues of 12 13 approximately \$25 per month per unit, with some variation depending on a particular unit's 14 square footage.

15 The Individual Unit Owners pay for contracted "Hotel Fees," which include taxes, 118. 16 deep cleaning, capital reserve for the room, capital reserve for the building, routine maintenance, 17 utilities. etc.

18 119. Defendant MEI-GSR has systematically allocated and disproportionately charged 19 capital reserve contributions to the Individual Unit Owners, so as to force the Individual Unit 20 Owners to pay capital reserve contributions in excess of what should have been charged.

21 120. Defendants MEI-GSR and Gage Development have failed to pay proportionate 22 capital reserve contribution payments in connection with their Condo Units.

23 121. Defendant MEI-GSR has failed to properly account for, or provide an accurate 24 accounting for the collection and allocation of the collected capital reserve contributions.

25 The Individual Unit Owners also pay "Daily Use Fees" (a charge for each night a 122. 26 unit is occupied by any guest for housekeeping services, etc.).

27 Defendants MEI-GSR and Gage Village have failed to pay proportionate Daily 123. 28 Use Fees for the use of Defendants' GSR Condo Units.

124. Defendant MEI-GSR has failed to properly account for the contracted "Hotel 1 2 Fees" and "Daily Use Fees."

3 125. Further, the Hotel Fees and Daily Use Fees are not included in the Unit Owners' 4 Association's annual budget with other assessments that provide the Individual Unit Owners' the 5 ability to reject assessment increases and proposed budget ratification.

6 126. Defendant MEI-GSR has systematically endeavored to increase the various fees 7 that are charged in connection with the use of the GSR Condo Units in order to devalue the units 8 owned by Individual Unit Owners.

9 127. The Individual Unit Owners' are required to abide by the unilateral demands of 10 MEI-GSR, through its control of the Unit Owners' Association, or risk being considered in 11 default under Section 12 of the Agreement, which provides lien and foreclosure rights pursuant 12 to Section 6.10(f) of the CC&R's.

13 Defendants MEI-GSR and/or Gage Village have attempted to purchase, and 128. 14 purchased, units devalued by their own actions, at nominal, distressed prices when Individual 15 Unit Owners decide to, or are effectively forced to, sell their units because the units fail to 16 generate sufficient revenue to cover expenses.

17

Defendant MEI-GSR and/or Gage Village have, in late 2011 and 2012, purchased 129. 18 such devalued units for \$30,000 less than the amount they purchased units for in March of 2011.

19 130. The Individual Unit Owners effectively pay association dues to fund the Unit 20 Owners' Association, which acts contrary to the best interests of the Individual Unit Owners.

21 131. Defendant MEI-GSR's interest in maximizing its profits is in conflict with the 22 interest of the Individual Unit Owners. Accordingly, Defendant MEI-GSR's control of the Unit 23 Owners' Association is a conflict of interest.

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### **MEI-GSR's Rental Program**

26 132. As part of Defendant MEI-GSR's Grand Sierra Resort and Casino business operations, it rents: (1) hotel rooms owned by Defendant MEI-GSR that are not condominium 27

1	units; (2) GSR Condo Units owned by Defendant MEI-GSR and/or Gage Village; and (3) GSR
2	Condo Units owned by the Individual Condo Unit Owners.
3	133. Defendant MEI-GSR has entered into a Grand Sierra Resort Unit Rental
4	Agreement with Individual Unit Owners.
5	134. Defendant MEI-GSR has manipulated the rental of the: (1) hotel rooms owned by
6	Defendant MEI-GSR; (2) GSR Condo Units owned by Defendant MEI-GSR and/or Gage
7	Village; and (3) GSR Condo Units owned by Individual Condo Unit Owners so as to maximize
8	Defendant MEI-GSR's profits and devalue the GSR Condo Units owned by the Individual Unit
9	Owners.
10	135. Defendant MEI-GSR has rented the Individual Condo Units for as little as \$0.00
11	to \$25.00 a night.
12	136. Yet, MEI-GSR has charged "Daily Use Fees" of approximately \$22.38, resulting
13	in revenue to the Individual Unit Owners as low as \$2.62 per night for the use of their GSR
14	Condo Unit (when the unit was rented for a fee as opposed to being given away).
15	137. By functionally, and in some instances actually, giving away the use of units
16	owned by the Individual Unit Owners, Defendant MEI-GSR has received a benefit because those
17	who rent the Individual Units frequently gamble and purchase food, beverages, merchandise, spa
18	services and entertainment access from Defendant MEI-GSR.
19	138. Defendant MEI-GSR has rented Individual Condo Units to third parties without
20	providing Individual Unit Owners with any notice or compensation for the use of their unit.
21	139. Further, Defendant MEI-GSR has systematically endeavored to place a priority on
22	the rental of Defendant MEI-GSR's hotel rooms, Defendant MEI-GSR's GSR Condo Units, and
23	Defendant Gage Village's Condo Units.
24	140. Such prioritization effectively devalues the units owned by the Individual Unit
25	Owners.
26	141. Defendants MEI-GSR and Gage Village intend to purchase the devalued units at
27	nominal, distressed prices when Individual Unit Owners decide to, or are effectively forced to,
28	
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1	sell their units because the units fail to generate sufficient revenue to cover expenses and have no
2	prospect of selling their persistently loss-making units to any other buyer.
3	142. Some of the Individual Unit Owners have retained the services of a third party to
4	market and rent their GSR Condo Unit(s).
5	143. Defendant MEI-GSR has systematically thwarted the efforts of any third party to
6	market and rent the GSR Units owned by the Individual Unit Owners.
7	144. Defendant MEI-GSR has breached the Grand Sierra Resort Unit Rental
8	Agreement with Individual Condo Unit Owners by failing to follow its terms, including but not
9	limited to, the failure to implement an equitable Rotational System as referenced in the
10	agreement.
11	145. Defendant MEI-GSR has failed to act in good faith in exercising its duties under
12	the Grand Sierra Resort Unit Rental Agreements with the Individual Unit Owners.
13	FIRST CLAIM FOR RELIEF
14	(Petition for Appointment of Receiver as to Defendant Grand Sierra Resort Unit Owners' Association)
15	
16	146. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through
17	143 of this Complaint as though fully stated herein and hereby incorporate them by this reference
18	as if fully set forth below.
19	147. Because Defendant MEI-GSR and/or Gage Village controls more units of
20	ownership than any other person or entity, Defendant MEI-GSR and Gage Village effectively
21	control the Grand Sierra Resort Unit Owners' Association by having the ability to elect
22	Defendant MEI-GSR's chosen representatives to the Board of Directors (the governing body
23	over the GSR Condo Units).
24	148. As a result of Defendant MEI-GSR controlling the Grand Sierra Resort Unit-
25	Owners' Association, Plaintiffs effectively have no input or control over the management of the
26	Unit Owners' Association.
27	
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1	149. Defendant MEI-GSR has used, and continues to use, its control over the
2	Defendant Grand Sierra Resort Unit Owners' Association to advance Defendant MEI-GSR's
3	economic objectives to the detriment of Plaintiffs.
4	150. Plaintiffs are entitled to a receiver pursuant to NRS § 32.010.
5	151. Pursuant to NRS § 32.010, the appointment of a receiver is appropriate in this
6	case as a matter of statute and equity.
7	152. Unless a receiver is appointed, Defendant MEI-GSR will continue to control the
8	Unit Owners' Association to advance Defendant MEI-GSR's economic objections to the
9	detriment of Plaintiffs.
10	153. Without the grant of the remedies sought in this Complaint, Plaintiffs have no
11	adequate remedy at law to enforce their rights and Plaintiffs will suffer irreparable harm unless
12	granted the relief as prayed for herein.
13	WHEREFORE, Plaintiffs request judgment against the Defendant Grand Sierra Resort
14	Unit Owners' Association, as set forth below.
15	<u>SECOND CLAIM FOR RELIEF</u> (Intentional and/or Negligent Misrepresentation as to Defendant MEI-GSR)
16	(Intentional and/or regigent misrepresentation as to Detendant MEP-GSK)
17	154. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through
18	151 of this Complaint as though fully stated herein and hereby incorporate them by this reference
19	as if fully set forth below.
20	155. Defendant MEI-GSR made affirmative representations to Plaintiffs regarding the
21	use, rental and maintenance of the Individual Unit Owners' GSR Condo Units.
22	156. Plaintiffs are now informed and believe, and thereon allege, that these
23	representations were false.
24	157. The Defendant MEI-GSR knew that the affirmative representations were false, in
25	the exercise of reasonable care should have known that they were false, and/or knew or should
26	have known that it lacked a sufficient basis for making said representations.
27	
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1 158. The representations were made with the intention of inducing Plaintiffs to
 2 contract with Defendant MEI-GSR for the marketing and rental of Plaintiffs' GSR Condo Units
 3 and otherwise act, as set out above, in reliance upon the representations.

4 159. Plaintiffs justifiably relied upon the affirmative representations of Defendant
5 MEI-GSR in contracting with Defendant MEI-GSR for the rental of their GSR Condo Units.

6 160. As a direct and proximate result of Defendant MEI-GSR's misrepresentations,
7 Plaintiffs have been, and will continue to be, harmed in the manner herein.

8 161. Plaintiffs are further informed and believe, and thereon allege, that said
9 representations were made by Defendant MEI-GSR with the intent to commit an oppression
10 directed toward Plaintiffs by intentionally devaluing there GSR Condo Units. As a result,
11 Plaintiffs are entitled to an award of exemplary damages against the Defendant, according to
12 proof at the time of trial.

13 162. In addition, as a direct, proximate and necessary result of Defendant MEI-GSR's
14 bad faith and wrongful conduct, Plaintiffs have been forced to incur costs and attorneys' fees and
15 thus Plaintiffs hereby seek an award of said costs and attorneys' fees as damages pursuant to
16 statute, decisional law, common law and this Court's inherent powers.

WHEREFORE, Plaintiffs request judgment against Defendant MEI-GSR, as set forth
below.

### <u>THIRD CLAIM FOR RELIEF</u> (Breach of Contract as to Defendant MEI-GSR)

163. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through
160 of this Complaint as though fully stated herein and hereby incorporate them by this reference
as if fully set forth below.

24 164. Defendant MEI-GSR has entered into a Grand Sierra Resort Unit Rental
25 Agreement (the "Agreement") with Individual Condo Unit Owners.

26 165. Defendant MEI-GSR has breached the Agreement with Individual Unit Owners
27 by failing to follow its terms, including but not limited to, the failure to implement an equitable
28 Rotational System as referenced in the agreement.

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20

1	166. The Agreement is an enforceable contract between Defendant MEI-GSR and
2	Plaintiffs.
3	167. Plaintiffs have performed all of their obligations and satisfied all of their
4	conditions under the Agreement, and/or their performance and conditions were excused.
5	168. As a direct and proximate result of Defendant MEI-GSR's breaches of the
6	Agreement as alleged herein, Plaintiffs have been, and will continue to be, harmed in the manner
7	herein alleged.
8	169. In addition, as a direct, proximate and necessary result of Defendant's bad faith
9	and wrongful conduct, Plaintiffs have been forced to incur costs and attorneys' fees which they
10	are entitled to recover under the terms of the Agreement.
11	WHEREFORE, Plaintiffs request judgment against Defendant MEI-GSR, as set forth
12	below.
13	FOURTH CLAIM FOR RELIEF
14	(Quasi-Contract/Equitable Contract/Detrimental Reliance as to Defendant MEI-GSR)
15	170. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through
16	167 of this Complaint as though fully stated herein and hereby incorporate them by this reference
17	as if fully set forth below.
18	171. Defendant MEI-GSR is contractually obligated to Plaintiffs. The contractual
19	obligations are based upon the underlying agreements between Defendant MEI-GSR and
20	Plaintiffs, and principles of equity and representations made by MEI-GSR.
21	172. Plaintiffs relied upon the representations of Defendant MEI-GSR and trusted
22	Defendant MEI-GSR with the marketing and rental of their GSR Condo Units.
23	173. Due to the devaluation of the GSR Condo Units caused by Defendant MEI-GSR's
24	actions, the expenses they have had to incur, and their inability to sell the Property in its current
25	state, Plaintiffs have suffered damages.
26	174. Defendant MEI-GSR was informed of, and in fact knew of, Plaintiffs' reliance
27	upon its representations.
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1	175. Based on these facts, equitable or quasi-contracts existed between Plaintiffs and
2	Defendant MEI-GSR's actions as described hereinabove.
3	176. Defendant MEI-GSR, however, has failed and refused to perform its obligations.
4	177. These refusals and failures constitute material breaches of their agreements.
5	178. Plaintiffs have performed all of their obligations and satisfied all conditions under
6	the contracts, and/or their performance and conditions, under the contracts, were excused.
7	179. As a direct and proximate result of Defendant MEI-GSR's wrongful conduct as
8	alleged herein, the Plaintiffs have been, and will continue to be, harmed in the manner herein
9	alleged.
10	180. In addition, as a direct, proximate and necessary result of Defendant MEI-GSR's
11	wrongful conduct, Plaintiffs have been forced to incur costs and attorneys' fees and thus
12	Plaintiffs hereby seek an award of said costs and attorneys' fees as damages pursuant to statute,
13	decisional law, common law and this Court's inherent powers.
14	WHEREFORE, Plaintiffs request judgment against Defendant MEI-GSR, as set forth
	1 1
15	below.
15 16	FIFTH CLAIM FOR RELIEF
16	<u>FIFTH CLAIM FOR RELIEF</u> (Breach of the Implied Covenant of Good Faith and Fair Dealing as to
16 17	<u>FIFTH CLAIM FOR RELIEF</u> (Breach of the Implied Covenant of Good Faith and Fair Dealing as to Defendant MEI-GSR)
16 17 18	FIFTH CLAIM FOR RELIEF         (Breach of the Implied Covenant of Good Faith and Fair Dealing as to Defendant MEI-GSR)         181.       Plaintiffs re-allege each and every allegation contained in paragraphs 1 through
16 17 18 19	<b>FIFTH CLAIM FOR RELIEF</b> (Breach of the Implied Covenant of Good Faith and Fair Dealing as to Defendant MEI-GSR) 181. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through 178 of this Complaint as though fully stated herein and hereby incorporate them by this reference
16 17 18 19 20	FIFTH CLAIM FOR RELIEF         (Breach of the Implied Covenant of Good Faith and Fair Dealing as to Defendant MEI-GSR)         181.       Plaintiffs re-allege each and every allegation contained in paragraphs 1 through         178 of this Complaint as though fully stated herein and hereby incorporate them by this reference         as if fully set forth below.
16 17 18 19 20 21	FIFTH CLAIM FOR RELIEF         (Breach of the Implied Covenant of Good Faith and Fair Dealing as to Defendant MEI-GSR)         181.       Plaintiffs re-allege each and every allegation contained in paragraphs 1 through         178 of this Complaint as though fully stated herein and hereby incorporate them by this reference         as if fully set forth below.         182.       As alleged herein, Plaintiffs entered into one or more contracts with Defendant
16 17 18 19 20 21 22	FIFTH CLAIM FOR RELIEF (Breach of the Implied Covenant of Good Faith and Fair Dealing as to Defendant MEI-GSR)         181.       Plaintiffs re-allege each and every allegation contained in paragraphs 1 through         178 of this Complaint as though fully stated herein and hereby incorporate them by this reference         as if fully set forth below.         182.       As alleged herein, Plaintiffs entered into one or more contracts with Defendant         MEI-GSR, including the Grand Sierra Resort Unit Rental Agreement.
16 17 18 19 20 21 22 23	FIFTH CLAIM FOR RELIEF (Breach of the Implied Covenant of Good Faith and Fair Dealing as to Defendant MEI-GSR)         181.       Plaintiffs re-allege each and every allegation contained in paragraphs 1 through         178 of this Complaint as though fully stated herein and hereby incorporate them by this reference         as if fully set forth below.         182.       As alleged herein, Plaintiffs entered into one or more contracts with Defendant         MEI-GSR, including the Grand Sierra Resort Unit Rental Agreement.         183.       Under the terms of their respective agreement(s), Defendant MEI-GSR was
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> </ol>	FIFTH CLAIM FOR RELIEF (Breach of the Implied Covenant of Good Faith and Fair Dealing as to Defendant MEI-GSR)         181.       Plaintiffs re-allege each and every allegation contained in paragraphs 1 through         178 of this Complaint as though fully stated herein and hereby incorporate them by this reference         as if fully set forth below.         182.       As alleged herein, Plaintiffs entered into one or more contracts with Defendant         MEI-GSR, including the Grand Sierra Resort Unit Rental Agreement.         183.       Under the terms of their respective agreement(s), Defendant MEI-GSR was         obligated to market and rent Plaintiffs' GSR Condo Units.
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> </ol>	EIFTH CLAIM FOR RELIEF (Breach of the Implied Covenant of Good Faith and Fair Dealing as to Defendant MEI-GSR)         181.       Plaintiffs re-allege each and every allegation contained in paragraphs 1 through         178 of this Complaint as though fully stated herein and hereby incorporate them by this reference         as if fully set forth below.         182.       As alleged herein, Plaintiffs entered into one or more contracts with Defendant         MEI-GSR, including the Grand Sierra Resort Unit Rental Agreement.         183.       Under the terms of their respective agreement(s), Defendant MEI-GSR was         obligated to market and rent Plaintiffs' GSR Condo Units.         184.       Defendant MEI-GSR has manipulated the rental of: (1) the hotel rooms owned by
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1	185. Every contract in Nevada has implied into it, a covenant that the parties therete
2	will act in the spirit of good faith and fair dealing.
3	186. Defendant MEI-GSR has breached this covenant by intentionally making fals
4	and misleading statements to Plaintiffs, and for its other wrongful actions as alleged in thi
5	Complaint.
6	187. As a direct and proximate result of Defendant MEI-GSR's breaches of the implied
7	covenant of good faith and fair dealing, Plaintiffs have been, and will continue to be, harmed in
8	the manner herein alleged.
9	188. In addition, as a direct, proximate and necessary result of Defendant MEI-GSR'
10	bad faith and wrongful conduct, Plaintiffs have been forced to incur costs and attorneys' fee
11	and thus Plaintiffs hereby seek an award of said costs and attorneys' fees as damages pursuant to
12	statute, decisional law, common law and this Court's inherent powers.
13	WHEREFORE, Plaintiffs request judgment against Defendant MEI-GSR, as set fort
14	below.
15	SIXTH CLAIM FOR RELIEF (Consumer Froud/Nevado Decentive Trade Prostices Act Against Defendent MEL (SP)
15 16	<u>SIXTH CLAIM FOR RELIEF</u> (Consumer Fraud/Nevada Deceptive Trade Practices Act Against Defendant MEI-GSR)
16	(Consumer Fraud/Nevada Deceptive Trade Practices Act Against Defendant MEI-GSR)
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16 17 18	(Consumer Fraud/Nevada Deceptive Trade Practices Act Against Defendant MEI-GSR) 189. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through 186 of this Complaint as though fully stated herein and hereby incorporate them by this reference
16 17 18 19	(Consumer Fraud/Nevada Deceptive Trade Practices Act Against Defendant MEI-GSR) 189. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through 186 of this Complaint as though fully stated herein and hereby incorporate them by this reference as if fully set forth below.
16 17 18 19 20	<ul> <li>(Consumer Fraud/Nevada Deceptive Trade Practices Act Against Defendant MEI-GSR)</li> <li>189. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through</li> <li>186 of this Complaint as though fully stated herein and hereby incorporate them by this reference</li> <li>as if fully set forth below.</li> <li>190. NRS § 41.600(1) provides that "[a]n action may be brought by any person who in</li> </ul>
16 17 18 19 20 21	<ul> <li>(Consumer Fraud/Nevada Deceptive Trade Practices Act Against Defendant MEI-GSR)</li> <li>189. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through</li> <li>186 of this Complaint as though fully stated herein and hereby incorporate them by this reference</li> <li>as if fully set forth below.</li> <li>190. NRS § 41.600(1) provides that "[a]n action may be brought by any person who is a victim of consumer fraud."</li> </ul>
16 17 18 19 20 21 22	<ul> <li>(Consumer Fraud/Nevada Deceptive Trade Practices Act Against Defendant MEI-GSR)</li> <li>189. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through</li> <li>186 of this Complaint as though fully stated herein and hereby incorporate them by this reference</li> <li>as if fully set forth below.</li> <li>190. NRS § 41.600(1) provides that "[a]n action may be brought by any person who i</li> <li>a victim of consumer fraud."</li> <li>191. NRS § 41.600(2) explains, in part, "consumer fraud' means [a] deceptive</li> </ul>
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> </ol>	<ul> <li>(Consumer Fraud/Nevada Deceptive Trade Practices Act Against Defendant MEI-GSR)</li> <li>189. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through</li> <li>186 of this Complaint as though fully stated herein and hereby incorporate them by this reference as if fully set forth below.</li> <li>190. NRS § 41.600(1) provides that "[a]n action may be brought by any person who it a victim of consumer fraud."</li> <li>191. NRS § 41.600(2) explains, in part, "consumer fraud' means [a] deceptive trade practice as defined in NRS §§ 598.0915 to 598.0925, inclusive."</li> </ul>
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> </ol>	<ul> <li>(Consumer Fraud/Nevada Deceptive Trade Practices Act Against Defendant MEI-GSR)</li> <li>189. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through</li> <li>186 of this Complaint as though fully stated herein and hereby incorporate them by this reference as if fully set forth below.</li> <li>190. NRS § 41.600(1) provides that "[a]n action may be brought by any person who it a victim of consumer fraud."</li> <li>191. NRS § 41.600(2) explains, in part, "consumer fraud' means [a] deceptive trade practice as defined in NRS §§ 598.0915 to 598.0925, inclusive."</li> <li>192. NRS Chapter 598 identifies certain activities which constitute deceptive trade</li> </ul>
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1	194. Defendant MEI-GSR failed to represent the actual marketing and rental practices
2	implemented by Defendant MEI-GSR, as the Defendant was contractually and legally required
3	to do.
4	195. Defendant MEI-GSR's conduct, as described in this Complaint, constitutes
5	deceptive trade practices and is in violation of, among other statutory provisions and
6	administrative regulations, NRS §§ 598.0915 to 598.0925.
7	196. As a direct and proximate result of Defendant MEI-GSR's deceptive trade
8	practices, Plaintiffs have suffered damages.
9	197. Plaintiffs are also entitled to recover their costs in this action and reasonable
10	attorneys' fees, as allowed by law.
11	WHEREFORE, Plaintiffs request judgment against Defendant MEI-GSR, as set forth
12	below.
13	SEVENTH CLAIM FOR RELIEF
14	(Declaratory Relief as to Defendant MEI-GSR)
15	198. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through
16	195 of this Complaint as though fully stated herein and hereby incorporate them by this reference
17	as if fully set forth below.
18	199. As alleged hereinabove, an actual controversy has arisen and now exists between
19	Plaintiffs and Defendant MEI-GSR, regarding the extent to which Defendant MEI-GSR has the
20	legal right to control the Grand Sierra Resort Unit-Owners' Association to advance Defendant
21	MEI-GSR's economic objections to the detriment of Plaintiffs.
22	200. The interests of Plaintiffs and Defendant MEI-GSR are completely adverse as to
23	the Plaintiffs.
24	201. Plaintiffs have a legal interest in this dispute as they are the owners of record of
25	certain GSR Condo Units.
26	202. This controversy is ripe for judicial determination in that Plaintiffs have alluded to
27	and raised this issue in this Complaint.
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Robertson, Johnson, Miller & Williamson 50 West Liberty Street Suite 600 Reno, Nevada 89501

1	203. Accordingly, Plaintiffs seek a judicial declaration that Defendant MEI-GSR
2	cannot control the Grand Sierra Resort Unit-Owners' Association to advance Defendant MEI-
3	GSR's economic objectives to the detriment of Plaintiffs.
4	WHEREFORE, the Plaintiffs request judgment against Defendant MEI-GSR, as set
5	forth below.
6	EIGHTH CLAIM FOR RELIEF
7	(Conversion as to Defendant MEI-GSR)
8	204. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through
9	201 of this Complaint as though fully stated herein and hereby incorporate them by this reference
10	as if fully set forth below.
11	205. Defendant MEI-GSR wrongfully committed a distinct act of dominion over the
12	Plaintiffs' property by renting their GSR Condo Units both at unreasonably low rates so as to
13	only benefit Defendant MEI-GSR, and also renting said units without providing any
14	compensation or notice to Plaintiffs.
15	206. Defendant MEI-GSR's acts were in denial of, or inconsistent with, Plaintiffs' title
16	or rights therein.
17	207. Defendant MEI-GSR's acts were in derogation, exclusion, or defiance of the
18	Plaintiffs' title or rights therein.
19	WHEREFORE, Plaintiffs request judgment against the Defendant MEI-GSR, as set
20	forth below.
21	NINTH CLAIM FOR RELIEF
22	(Demand for Accounting as to Defendant MEI-GSR and Defendant Grand Sierra Unit Owners Association)
23	
24	208. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through
25	205 of this Complaint as though fully stated herein and hereby incorporate them by this reference
26	as if fully set forth below.
27	209. The Nevada Revised Statutes impose certain duties and obligations upon trustees,
28	fiduciaries, managers, advisors, and investors.
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1	210. Defendant MEI-GSR has not fulfilled its duties and obligations.
2	211. Plaintiffs are informed and believe, and thereon allege, that they are interested
3	parties in the Defendant Grand Sierra Unit Owners Association and Defendant MEI-GSR's
4	endeavors to market, maintain, service and rent Plaintiffs' GSR Condo Units.
5	212. Among their duties, Defendant Grand Sierra Unit Owners Association and
6	Defendant MEI-GSR are required to prepare accountings of their financial affairs as they pertain
7	to Plaintiffs.
8	213. Defendant Grand Sierra Unit Owners Association and Defendant MEI-GSR have
9	failed to properly prepare and distribute said accountings.
10	214. Accordingly, Plaintiffs are entitled to a full and proper accounting.
11	WHEREFORE, Plaintiffs request judgment against the Defendants MEI-GSR and the
12	Grand Sierra Unit Owners Association, as set forth below.
13	TENTH CLAIM FOR RELIEF
14	(Specific Performance Pursuant to NRS 116.112, Unconscionable Agreement)
15	215. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through
16	212 of this Complaint as though fully stated herein and hereby incorporate them by this reference
17	as if fully set forth below.
18	216. As alleged herein, Plaintiffs entered into one or more contracts with Defendant
19	MEI-GSR, including the Grand Sierra Resort Unit Rental Agreement and the Unit Maintenance
20	Agreement.
21	217. The Grand Sierra Resort Unit Rental Agreement is unconscionable pursuant to
22	NRS § 116.112 because MEI-GSR has manipulated the rental of the: (1) hotel rooms owned by
23	Defendant MEI-GSR; (2) GSR Condo Units owned or controlled by Defendant MEI-GSR; and
24	(3) GSR Condo Units owned by Individual Unit Owners so as to maximize Defendant MEI-
25	GSR's profits and devalue the GSR Condo Units owned by the Individual Unit Owners.
26	218. The Unit Maintenance Agreement is unconscionable pursuant to NRS § 116.112
27	because of the excessive fees charged and the Individual Unit Owners' inability to reject fee
28 on,	increases.
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Robertson, Johnso Miller & Williams 50 West Liberty St Suite 600 Reno, Nevada 89501

1	WHEREFORE, Plaintiffs request judgment against the Defendant MEI-GSR, as set		
2	forth below.		
3 4	ELEVENTH CLAIM FOR RELIEF (Unjust Enrichment / Quantum Meruit against Defendant Gage Village Development)		
5	219. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through		
6	216 of this Complaint as though fully stated herein and hereby incorporate them by this reference		
7	as if fully set forth below.		
8	220. Defendant Gage Village has unjustly benefited from MEI-GSR's devaluation of		
9	the GSR Condo Units.		
10	221. Defendant Gage Village has unjustly benefited from prioritization of its GSR		
11	Condo Units under MEI-GSR's rental scheme to the immediate detriment of the Individual Unit		
12	Owners.		
13	222. It would be inequitable for the Defendant Gage Village to retain those benefits		
14	without full and just compensation to the Individual Unit Owners.		
15	WHEREFORE, Plaintiffs request judgment against the Defendant Gage Village, as set		
16	forth below.		
17	TWELFTH CLAIM FOR RELIEF (Tortious Interference with Contract and /or Prospective Business Advantage		
18	against Defendants MEI-GSR and Gage Development)		
19	223. Plaintiffs re-allege each and every allegation contained in paragraphs 1 through		
20	220 of this Complaint as though fully stated herein and hereby incorporate them by this reference		
21	as if fully set forth below.		
22	224. Individual Unit Owners have contracted with third parties to market and rent their		
23	GSR Condo Units.		
24	225. Defendant MEI-GSR has systematically thwarted the efforts of those third parties		
25	to market and rent the GSR Condo Units owned by the Individual Unit Owners.		
26	226. Defendant MEI-GSR has prioritized the rental of GSR Condo Units Owned by		
27	Defendant Gage Village to the economic detriment of the Individual Unit Owners.		
28			
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Robertson, Johnson, Miller & Williamson 50 West Liberty Street, Suite 600 Reno, Nevada 89501

1	227. Defendant Gage Village has worked in concert with Defendant MEI-GSR in its
2	scheme to devalue the GSR Condo Units and repurchase them.
3	WHEREFORE, Plaintiffs request judgment against the Defendants as follows:
4	1. For the appointment of a neutral receiver to take over control of Defendant
5	Grand Sierra Unit Owners' Association;
6	2. For compensatory damages according to proof, in excess of \$10,000.00;
7	3. For punitive damages according to proof;
8	4. For attorneys' fees and costs according to proof;
9	5. For declaratory relief;
10	6. For specific performance;
11	7. For an accounting; and
12	8. For such other and further relief as the Court may deem just and proper.
13	AFFIRMATION
14	Pursuant to NRS 239B.030, the undersigned does hereby affirm that this document does
15	not contain the social security number of any person.
16	RESPECTFULLY SUBMITTED this 26 <sup>th</sup> day of March, 2013.
17	ROBERTSON, JOHNSON, MILLER & WILLIAMSON
18	50 West Liberty Street, Suite 600 Reno, Nevada 89501
19	Keno, Nevada 07501
20	By: <u>/s/ Jarrad C. Miller</u> G. David Robertson, Esq.
21	Jarrad C. Miller, Esq. Jonathan J. Tew, Esq.
22	Attorneys for Plaintiffs
23	
24	
25	
26	
27	
28 Robertson, Johnson,	
Miller & Williamson 50 West Liberty Street, Suite 600 Reno, Nevada 89501	SECOND AMENDED COMPLAINT PAGE 25

1	CERTIFICATE OF SERVICE
2	Pursuant to NRCP 5(b), I hereby certify that I am an employee of Robertson, Johnson,
3	Miller & Williamson, 50 West Liberty Street, Suite 600, Reno, Nevada 89501, over the age of
4	18, and not a party within this action. I further certify that on the 26 <sup>th</sup> day of March, 2013, I
5	electronically filed the foregoing SECOND AMENDED COMPLAINT with the Clerk of the
6	Court by using the ECF system which served the following parties electronically:
7	Gran L. Ducharren, Fran
8	Sean L. Brohawn, Esq. 50 W. Liberty Street, Suite 1040
9	Reno, NV 89501 Attorneys for Defendants / Counterclaimants
10	
11	/s/ Kimberlee A. Hill
12	An Employee of Robertson, Johnson, Miller & Williamson
13	
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Robertson, Johnson, Miller & Williamson 50 West Liberty Street, Suite 600 Reno, Nevada 89501	SECOND AMENDED COMPLAINT PAGE 26

## **EXHIBIT B**

## FILED Electronically 05-23-2013:04:37:15 PM Joey Orduna Hastings Clerk of the Court Transaction # 3746119

	1095	Joey Orduna Hastings
1	1085 Sean L. Brohawn, Esq.	Clerk of the Court Transaction # 3746119
2	Nevada Bar No. 7618	
2	SEAN L. BROHAWN, PLLC	
3	50 West Liberty Street, Suite 1040	
	Reno, Nevada 89501	
4	Telephone: (775) 453-1505	
5	Facsimile: (775) 453-1537	
	Sean@brohawnlaw.com	
6	Attorneys for Defendants /	
7	Counterclaimants	
8		
9	IN THE SECOND JUDICAL DISTRICT (	COURT OF THE STATE OF NEVADA
10	IN AND FOR THE COU	INTV OF WASHOE
10		
11		
10	ALBERT THOMAS, individually; JANE	Case No.: CV12-02222
12	DUNLAP, individually; JOHN DUNLAP,	
13	individually; BARRY HAY, individually;	Dept. No.:10
	MARIE-ANNE ALEXANDER, as Trustee of the MARIE-ANNIE ALEXANDER LIVING	
14	TRUST; MELISSA VAGUJHELYI and GEORGE	
15	VAGUJHELYI, as Trustees of the GEORGE	
10	VAGUJHELYI AND MELISSA VAGUJHELYI	ANSWER TO SECOND AMENDED
16	2001 FAMILY TRUST AGREEMENT, U/T/A	COMPLAINT AND COUNTERCLAIM
17	APRIL 13, 2001; D' ARCY NUNN, individually;	
1/	HENRY NUNN, individually; MADELYN VAN	
18	DER BOKKE, individually; LEE VAN DER BOKKE, individually; DONALD SCHREIFELS,	
19	individually; ROBERT R. PEDERSON,	
19	individually and as Trustee of the PEDERSON	
20	1990 TRUST; LOU ANN PEDERSON,	
	individually and as Trustee of the PEDERSON	
21	1990 TRUST; LORI ORDOVER, individually;	
22	WILLIAM A. HENDERSON, individually; CHRISTINE E. HENDERSON, individually;	
	LOREN D. PARKER, individually; SUZANNE	
23	C. PARKER, individually; MICHAEL IZADY,	
24	individually; STEVEN TAKAKI, individually;	
	FARAD TORABKHAN, individually; SAHAR	
25	TAVAKOL, individually; M&Y HOLDINGS, LLC; JL&YL HOLDINGS, LLC; SANDI	
26	RAINES, individually; R. RAGHURAM,	
	individually; USHA RAGHURAM, individually;	
27	LORI K. TOKUTOMI, individually; GARRET	
28	TOM, individually; ANITA TOM, individually;	
	RAMON FADRILAN, individually; FAYE FADRILAN, individually; PETER K. LEE and	
	FADRILAIN, Individually, FETER K. LEE and       1	
J	}	

MONICA L. LEE, as Trustees of the LEE 1 FAMILY 2002 REVOCABLE TRUST; DOMINIC YIN, individually; ELIAS SHAMIEH, 2 individually; JEFFREY QUINN, individually; BARBARA ROSE QUINN individually; 3 KENNETH RICHE, individually; MAXINE 4 RICHE, individually; NORMAN CHANDLER, individually; BENTON WAN, individually; 5 TIMOTHY D. KAPLAN, individually; SILKSCAPE INC.; PETER CHENG, individually; 6 ELISA CHENG, individually; GREG A. CAMERON, individually; TMI PROPERTY 7 GROUP, LLC; RICHARD LUTZ, individually; SANDRA LUTZ, individually; MARY A. 8 KOSSICK, individually; MELVIN CHEAH, 9 individually; DI SHEN, individually; NADINE'S REAL ESTATE INVESTMENTS, LLC; AJIT 10 GUPTA, individually; SEEMA GUPTA, individually; FREDRICK FISH, individually; 11 LISA FISH, individually; ROBERT A. WILLIAMS, individually; JACQUELIN PHAM. 12 individually; MAY ANN HOM, as Trustee of the MAY ANN HOM TRUST; MICHAEL HURLEY, 13 individually; DOMINIC YIN, individually; DUANE WINDHORST, individually; MARILYN 14 WINDHORST, individually; VINOD BHAN, 15 individually; ANNE BHAN, individually; GUY P. BROWNE, individually; GARTH A. WILLIAMS, 16 individually; PAMELA Y. ARATANI, individually; DARLENE LINDGREN, individually; LAVERNE 17 ROBERTS, individually; DOUG MECHAM, individually; CHRISINE MECHAM, individually; 18 KWANGSOO SON, individually; SOO YEUN MOON, individually; JOHNSON AKINDODUNSE, 19 individually; IRENE WEISS, as Trustee of the 20 WEISS FAMILY TRUST: PRAVESH CHOPRA. individually; TERRY POPE, individually; NANCY 21 POPE, individually; JAMES TAYLOR, individually; RYAN TAYLOR, individually; KI 22 HAM, individually; YOUNG JA CHOI, individually; SANG DEE SOHN, individually; 23 KUK HYUNG (CONNIE), individually; SANG (MIKE) YOO, individually; BRETT 24 MENMUIR, as Trustee of the CAYENNE TRUST: 25 WILLIAM MINER, JR., individually; CHANH TRUONG, individually; ELIZABETH ANDERS 26 MECUA, individually; SHEPHERD MOUNTAIN, LLC; ROBERT BRUNNER, individually; AMY 27 BRUNNER, individually; JEFF RIOPELLE, individually; PATRICIA M. MOLL, individually; 28 DANIEL MOLL, individually; and DOE PLAINTIFFS 1 THROUGH 10, inclusive, 2

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1	
2	Plaintiffs
3	v.
4	MEI-GSR HOLDINGS, LLC, a Nevada limited
5	liability company, GRAND SIERRA RESORT UNIT OWNERS' ASSOCIATION, a Nevada
6	nonprofit corporation, GAGE VILLAGE COMMERCIAL DEVELOPMENT, LLC, a
7	Nevada Limited Liability Company and DOE DEFENDANTS 1 THROUGH 10, inclusive,
8	Defendants.
9	/
10	MEI-GSR HOLDINGS, LLC, a Nevada limited
11	liability company,
12	Counterclaimant
12	ν.
14	ALBERT THOMAS, individually; JANE
15	DUNLAP, individually; JOHN DUNLAP, individually; BARRY HAY, individually;
16	MARIE-ANNE ALEXANDER, as Trustee of
17	the MARIE-ANNIE ALEXANDER LIVING TRUST; MELISSA VAGUJHELYI and
18	GEORGE VAGUJHELYI, as Trustees of the GEORGE VAGUJHELYI AND MELISSA
10	VAGUJHELYI 2001 FAMILY TRUST
	AGREEMENT, U/T/A APRIL 13, 2001; D' ARCY NUNN, individually; HENRY NUNN,
20	individually; MADELYN VAN DER BOKKE, individually; LEE VAN DER BOKKE,
21	individually; DONALD SCHREIFELS, individually; ROBERT R. PEDERSON,
22	individually and as Trustee of the PEDERSON
23	1990 TRUST; LOU ANN PEDERSON, individually and as Trustee of the PEDERSON
24	1990 TRUST; WILLIAM A. HENDERSON, individually; CHRISTINE E. HENDERSON,
25	individually; LOREN D. PARKER, individually;
26	SUZANNE C. PARKER, individually; MICHAEL IZADY, individually; SAHAR
27	TAVAKOL, individually; M&Y HOLDINGS, LLC; JL&YL HOLDINGS, LLC; GARRET
28	TOM, individually; ANITA TOM, individually;
	RAMON FADRILAN, individually; FAYE 3
1	

1	
1	FADRILAN, individually; PETER K. LEE and
2	MONICA L. LEE, as Trustees of the LEE FAMILY 2002 REVOCABLE TRUST;
	JEFFREY QUINN, individually; BARBARA
3	ROSE QUINN individually; KENNETH RICHE.
4	individually; MAXINE RICHE, individually; NORMAN CHANDLER, individually;BENTON
	WAN, individually; TIMOTHY D. KAPLAN,
5	individually; SILKSCAPE INC.; GREG A.
6	CAMERON, individually; TMI PROPERTY
7	GROUP, LLC; NADINE'S REAL ESTATE INVESTMENTS, LLC; ROBERT A.
	WILLIAMS, individually; DUANE
8	WINDHORST, individually; MARILYN
9	WINDHORST, individually; GARTH A.
10	WILLIAMS, individually; PAMELA Y. ARATANI, individually; DARLENE
10	LINDGREN, individually; SOO YEUN MOON,
11	individually; IRENE WEISS, as Trustee of the
12	WEISS FAMILY TRUST; PRAVESH
	CHOPRA, individually; TERRY POPE, individually; NANCY POPE, individually; KI
13	NAM CHOI, individually; YOUNG JA CHOI,
14	individually; KUK HYUNG (CONNIE) YOO,
1.5	individually; SANG (MIKE) YOO, individually;
15	BRETT MENMUIR, as Trustee of the CAYENNE TRUST; CHANH TRUONG,
16	individually; SHEPHERD MOUNTAIN, LLC;
17	ROBERT BRUNNER, individually; AMY
	BRUNNER, individually; JEFF RIOPELLE,
18	individually; and DOES 1 through 200, inclusive,
19	
20	Counter-Defendants
20	/
21	
22	ANSWER
23	Defendants, MEI-GSR HOLDINGS, LLC, a Nevada limited liability company ("GSR"),
24	GRAND SIERRA RESORT UNIT OWNERS' ASSOCIATION, a Nevada nonprofit corporation
25	("GSR UOA"), GAGE VILLAGE COMMERCIAL DEVELOPMENT, LLC, a Nevada Limited
26	Liability Company ("Gage Village") (collectively "Defendants"), by and through their counsel of
27	record, SEAN L. BROHAWN, PLLC, for their answer to Plaintiffs' Second Amended
28	Complaint, allege as follows:

i		
1	1.	Defendants are without knowledge or information sufficient to form a belief as to
2	the truth of t	he allegations contained in Paragraphs 1 through 99 and, therefore, the same are
3	denied.	
4	2.	Defendants admit the allegations of Paragraph 100.
5	3.	Defendants deny the allegations of Paragraph 101.
6	4.	Defendants deny the allegations of Paragraph 102.
7	5.	Defendants admit the allegations of Paragraph 103.
8	6.	Answering the allegations of Paragraph 104, Defendants are without knowledge
9	or information	n sufficient to form a belief as to the truth of the allegations contained in Paragraph
10	104 and, there	efore, the same are denied.
	7.	Answering the allegations of Paragraph 105, Defendants incorporate the
11	preceding alle	egations of this Answer, as if the same were set forth at length herein.
12	8.	Answering the allegations of paragraph 106, Defendants admit that the GSR
13	Condo Units	are part of the Grand Sierra Resort Unit-Owners' Association, and that the GSR
14	Condo Units	are located on floors 17 through 24 of the hotel tower of the Grand Sierra Resort &
15	Casino, at 250	00 East Second Street, Reno, Nevada. Defendants deny the remaining allegations of
16	Paragraph 10	6.
17	9.	Defendants admit the allegations of 107.
18	10.	Defendants admit the allegations of Paragraph 108.
19	11.	Defendants deny the allegations of Paragraph 109.
20	12.	Defendants admit the allegations of Paragraph 110.
21	13.	Defendants admit the allegations of Paragraph 111.
22	14.	Defendants deny the allegations of Paragraph 112.
23	15.	Defendants deny the allegations of Paragraph 113.
24	16.	Defendants deny the allegations of Paragraph 114.
25	17.	Defendants deny the allegations of Paragraph 115.
26	18.	Defendants admit the allegations of Paragraph 116.
27	19.	Answering the allegations of Paragraph 117, Defendants admit that the Unit
28		ociation maintains a capital reserve account, and that the Unit Owners' Association
	collects assoc	iation dues that vary depending upon the size of the unit, as provided in the 5

1	CC&Rs. De	efendants deny the remaining allegations of Paragraph 117.
2	20.	Answering the allegations of Paragraph 118, Defendants admit that the Unit
3	Owners pay	for certain taxes, unit cleaning services, capital reserve funding for components
4	within the u	nits and for identified elements and systems of the building, routine maintenance of
5	each unit an	d utilities that service each unit. Defendants deny the remaining allegations of
6	Paragraph 1	18.
7	21.	Defendants deny the allegations of Paragraph 119.
8	22.	Defendants deny the allegations of Paragraph 120.
9	23.	Defendants deny the allegations of Paragraph 121.
10	24.	Defendants admit the allegations of Paragraph 122.
11	25.	Defendants deny the allegations of Paragraph 123.
	26.	Defendants deny the allegations of Paragraph 124.
12	27.	Answering the allegations of Paragraph 125, Defendants admit that certain fees
13	paid by Unit	Owners are not included within the budget of the Unit Owners' Association, as
14	provided in	the CC&Rs. Defendants deny the remaining allegations of Paragraph 125.
15	28.	Defendants deny the allegations of Paragraph 126.
16	29.	Defendants deny the allegations of Paragraph 127.
17	30.	Defendants deny the allegations of Paragraph 128.
18	31.	Defendants deny the allegations of Paragraph 129.
19	32.	Defendants deny the allegations of Paragraph 130.
20	33.	Defendants deny the allegations of Paragraph 131.
21	34.	Answering the allegations of Paragraph 132, Defendants admit that GSR rents
22	GSR Condo	Units owned by GSR and Gage Village, as well as some of the GSR Condo Units
23	owned by ce	rtain individual condo Unit owners. Defendants deny the remaining allegations of
24	Paragraph 13	32.

35. Answering the allegations of Paragraph 133, Defendants admit that GSR has
entered into Unit Rental Agreements with certain individual condo Unit owners. Defendants
deny the remaining allegations of Paragraph 133.

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36. Defendants deny the allegations of Paragraph 134.

37. Defendants are without knowledge or information sufficient to form a belief as to

1	the truth of t	he allegations contained in Paragraph 135 and, therefore, the same are denied.
2	38.	Defendants are without knowledge or information sufficient to form a belief as to
3	the truth of t	he allegations contained in Paragraph 136 and, therefore, the same are denied.
4	39.	Defendants are without knowledge or information sufficient to form a belief as to
5	the truth of t	he allegations contained in Paragraph 137 and, therefore, the same are denied.
6	40.	Defendants are without knowledge or information sufficient to form a belief as t
7	the truth of t	the allegations contained in Paragraph 138 and, therefore, the same are denied.
8	41.	Defendants deny the allegations of Paragraph 139.
9	42.	Defendants deny the allegations of Paragraph 140.
	43.	Defendants deny the allegations of Paragraph 141.
10	44.	Defendants admit the allegations of Paragraph 142.
11	45.	Defendants deny the allegations of Paragraph 143.
12	46.	Defendants deny the allegations of Paragraph 144.
13	47.	Defendants deny the allegations of Paragraph 145.
14		FIRST CLAIM FOR RELIEF
15	48.	Answering the allegations of Paragraph 146, Defendants incorporate the
16	preceding al	legations of this Answer, as if the same were set forth at length herein.
17	49.	Defendants admit the allegations of Paragraph 147.
18	50.	Defendants deny the allegations of Paragraph 148.
19	51.	Defendants deny the allegations of Paragraph 149.
20	52.	Defendants deny the allegations of Paragraph 150.
21	53.	Defendants deny the allegations of Paragraph 151.
22	54.	Defendants deny the allegations of Paragraph 152.
23	55.	Defendants deny the allegations of Paragraph 153.
24		SECOND CLAIM FOR RELIEF
25	56.	Answering the allegations of Paragraph 154, Defendants incorporate the
26	preceding al	legations of this Answer, as if the same were set forth at length herein.
27	57.	Defendants admit the allegations of Paragraph 155.
28	58.	Defendants deny the allegations of Paragraph 156.
20	59.	Defendants deny the allegations of Paragraph 157. 7

1	60.	Defendants deny the allegations of Paragraph 158.
2	61.	Defendants deny the allegations of Paragraph 159.
3	62.	Defendants deny the allegations of Paragraph 160.
4	63.	Defendants deny the allegations of Paragraph 161.
5	64.	Defendants deny the allegations of Paragraph 162.
6		THIRD CLAIM FOR RELIEF
7	65.	Answering the allegations of Paragraph 163, Defendants incorporate the
8	preceding alle	gations of this Answer, as if the same were set forth at length herein.
9	66.	Answering the allegations of Paragraph 164, Defendants admit that GSR has
10	entered into U	nit Rental Agreements with certain individual condo Unit owners. Defendants
11	deny the remai	ining allegations of Paragraph 164.
	67.	Defendants deny the allegations of Paragraph 165.
12	68.	Answering the allegations of Paragraph 166, Defendants admit that GSR has
13	entered into in	dividual Unit Rental Agreements with certain individual condo Unit owners, but
14	has not entered	l into a global agreement regarding Unit rental with Unit Owners as a whole.
15	Defendants ad	mit that each individual existing rental agreement is enforceable. Defendants de
16	the remaining	allegations of Paragraph 166.
17	69.	Defendants deny the allegations of Paragraph 167.
18	70.	Defendants deny the allegations of Paragraph 168.
19	71.	Defendants deny the allegations of Paragraph 169.
20		FOURTH CLAIM FOR RELIEF
21	72.	Answering the allegations of Paragraph 170, Defendants incorporate the
22	preceding alles	gations of this Answer, as if the same were set forth at length herein.
23	73.	Answering the allegations of Paragraph 171, Defendants admit that GSR and
24	Plaintiffs are c	ontractually obligated to each other, under one or more types of agreements
25	between them.	Defendants deny the remaining allegations of Paragraph 171.
26	74.	Defendants are without knowledge or information sufficient to form a belief as
27	the truth of the	allegations contained in Paragraph 172 and, therefore, the same are denied.
	75.	Defendants deny the allegations of Paragraph 173.
28	76.	Defendants deny the allegations of Paragraph 174.

1	77.	Defendants deny the allegations of Paragraph 175.		
2	78. Defendants deny the allegations of Paragraph 176.			
3	79. Defendants deny the allegations of Paragraph 177.			
4	. 80.	Defendants deny the allegations of Paragraph 178.		
5	81.	Defendants deny the allegations of Paragraph 179.		
6	82.	Defendants deny the allegations of Paragraph 180.		
7		FIFTH CLAIM FOR RELIEF		
8	83.	Answering the allegations of Paragraph 181, Defendants incorporate the		
9	preceding alle	egations of this Answer, as if the same were set forth at length herein.		
10	84.	Answering the allegations of Paragraph 182, Defendants admit that GSR and		
	Plaintiffs are	contractually obligated to each other, under one or more types of agreements		
11	between them	n. Defendants deny the remaining allegations of Paragraph 182.		
12	85.	Answering the allegations of Paragraph 183, Defendants admit that individual		
13	rental agreements require GSR to market and rent individually owned units. Defendants deny			
14	the remaining	allegations of Paragraph 183.		
15	86.	Defendants deny the allegations of Paragraph 184.		
16	87.	Defendants deny the allegations of Paragraph 185.		
17	88.	Defendants deny the allegations of Paragraph 186.		
18	89.	Defendants deny the allegations of Paragraph 187.		
19	90.	Defendants deny the allegations of Paragraph 188.		
20		SIXTH CLAIM FOR RELIEF		
21	91.	Answering the allegations of Paragraph 189, Defendants incorporate the		
22	preceding allegations of this Answer, as if the same were set forth at length herein.			
23	92.	Answering the allegations of Paragraph 190, Defendants assert that NRS 41.600		
24	speaks for itse	elf. Defendants deny the remaining allegations of Paragraph 190.		
25	93.	Answering the allegations of Paragraph 191, Defendants assert that NRS 41.600		
26	speaks for itself. Defendants deny the remaining allegations of Paragraph 191.			
27	94.	Answering the allegations of Paragraph 192, Defendants assert that NRS Chapter		
28	598 speaks fo	r itself. Defendants deny the remaining allegations of Paragraph 192.		
	95.	Defendants deny the allegations of Paragraph 193. 9		
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1	96.	Defendants deny the allegations of Paragraph 194.
2	97.	Defendants deny the allegations of Paragraph 195.
3	98.	Defendants deny the allegations of Paragraph 196.
4	99.	Defendants deny the allegations of Paragraph 197.
5		SEVENTH CLAIM FOR RELIEF
6	100.	Answering the allegations of Paragraph 198, Defendants incorporate the
7	preceding alle	gations of this Answer, as if the same were set forth at length herein.
8	101.	Defendants are without knowledge or information sufficient to form a belief as to
9	the truth of th	e allegations contained in Paragraph 199 and, therefore, the same are denied.
10	102.	Defendants are without knowledge or information sufficient to form a belief as to
11	the truth of th	e allegations contained in Paragraph 200 and, therefore, the same are denied.
	103.	Defendants are without knowledge or information sufficient to form a belief as to
12	the truth of th	e allegations contained in Paragraph 201 and, therefore, the same are denied.
13	104.	Defendants are without knowledge or information sufficient to form a belief as to
14	the truth of th	e allegations contained in Paragraph 202 and, therefore, the same are denied.
15	105.	Defendants are without knowledge or information sufficient to form a belief as to
16	the truth of the	e allegations contained in Paragraph 203 and, therefore, the same are denied.
17		EIGHTH CLAIM FOR RELIEF
18	106.	Answering the allegations of Paragraph 204, Defendants incorporate the
19	preceding alle	gations of this Answer, as if the same were set forth at length herein.
20	107.	Defendants deny the allegations of Paragraph 205.
21	108.	Defendants deny the allegations of Paragraph 206.
22	109.	Defendants deny the allegations of Paragraph 207.
23		NINTH CLAIM FOR RELIEF
24	110.	Answering the allegations of Paragraph 208, Defendants incorporate the
25	preceding alle	gations of this Answer, as if the same were set forth at length herein.
26	111.	Defendants are without knowledge or information sufficient to form a belief as to
27	the truth of the	e allegations contained in Paragraph 209 and, therefore, the same are denied.
28	112.	Defendants deny the allegations of Paragraph 210.
20	113.	Defendants are without knowledge or information sufficient to form a belief as to 10

1	the truth of th	e allegations contained in Paragraph 211 and, therefore, the same are denied.
2	114.	Defendants deny the allegations of Paragraph 212.
3	115.	Defendants deny the allegations of Paragraph 213.
4	116.	Defendants deny the allegations of Paragraph 214.
5		TENTH CLAIM FOR RELIEF
6	117.	Answering the allegations of Paragraph 215, Defendants incorporate the
7	preceding alle	egations of this Answer, as if the same were set forth at length herein.
8	118.	Answering the allegations of Paragraph 216, Defendants admit that GSR and
9	Plaintiffs are	contractually obligated to each other, under one or more types of agreements
10	between them	n. Defendants deny the remaining allegations of Paragraph 216.
	119.	Defendants deny the allegations of Paragraph 217.
11	120.	Defendants deny the allegations of Paragraph 218.
12		
13		ELEVENTH CLAIM FOR RELIEF
14	121.	Answering the allegations of Paragraph 219, Defendants incorporate the
15	preceding alle	egations of this Answer, as if the same were set forth at length herein.
16	122.	Defendants deny the allegations of Paragraph 220.
17	123.	Defendants deny the allegations of Paragraph 221.
18	124.	Defendants deny the allegations of Paragraph 222.
19		TWELFTH CLAIM FOR RELIEF
20	125.	Answering the allegations of Paragraph 223, Defendants incorporate the
21	preceding alle	egations of this Answer, as if the same were set forth at length herein.
22	126.	Defendants are without knowledge or information sufficient to form a belief as to
23	the truth of th	e allegations contained in Paragraph 224 and, therefore, the same are denied.
24	127.	Defendants deny the allegations of Paragraph 225.
25	128.	Defendants deny the allegations of Paragraph 226.
26	129.	Defendants deny the allegations of Paragraph 227.
27	111	
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1	AFFIRMATIVE DEFENSES	
2	FIRST AFFIRMATIVE DEFENSE	
3	The Complaint fails to state a claim or cause of action against Defendants for which reli	
4	can be granted.	
5	SECOND AFFIRMATIVE DEFENSE	
6	Plaintiffs have failed to mitigate their damages and, to the extent of such failure of such	
7	mitigation, are precluded from recovery herein.	
8	THIRD AFFIRMATIVE DEFENSE	
9	Defendants allege that the incidents referred to in the Complaint, and any and all injurie	
	and damages resulting therefrom, if any occurred, were caused or contributed to by the acts or	
10	omissions of a third party over whom Defendants had no control.	
11	FOURTH AFFIRMATIVE DEFENSE	
12	Defendants allege that the injuries or damages suffered by Plaintiffs, if any, were cause	
13	in whole or in part by an independent intervening cause over which these Defendants had no	
14	control.	
15	FIFTH AFFIRMATIVE DEFENSE	
16	The injuries or damages, if any, sustained by Plaintiffs were caused in whole, or in part	
17	through the negligence of others who were not the agents of these Defendants or acting on beha	
18	of the these Defendants.	
19	SIXTH AFFIRMATIVE DEFENSE	
20	The injuries or damages, if any, suffered by Plaintiffs, were caused in whole, or in pa	
21	or were contributed to by reason of the negligence of Plaintiffs.	
22	SEVENTH AFFIRMATIVE DEFENSE	
23	Plaintiffs' claims are barred by one or more statutes of limitations.	
24	EIGHTH AFFIRMATIVE DEFENSE	
25	Plaintiffs assumed the risk of injury by virtue of its own conduct.	
26	NINTH AFFIRMATIVE DEFENSE	
27	Plaintiffs waived the causes of action asserted herein.	
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]	TENTH AFFIRMATIVE DEFENSE
	Defendants presently have insufficient knowledge or information upon which to form a
3	belief as to whether they may have additional, and as yet, unstated affirmative defenses
2	available. Defendants therefore reserve the right to assert additional affirmative defenses in the
4	event discovery indicates that they are appropriate.
6	WHEREFORE, Defendants pray that:
~	1. Plaintiffs' Complaint be dismissed, with prejudice.
3	2. For all litigation expenses, costs, attorney's fees, and other damages incurred in
ç	defending against the Complaint; and
1(	3. For such other and further relief as the Court deems proper.
11	
	COUNTERCLAIM
12	Counterclaimant MEI-GSR HOLDINGS, LLC, a Nevada limited liability company
13	("GSR"), for its counterclaim against Counter-Defendants, alleges as follows:
14	1. The named Counter-Defendants are all current or former owners of one or more
15	noter-condominums within the project known as the Grand Sterra Resort Unit-Owners
16	Association (the Troject ).
17	2. The Counter-Defendants referred to herein as DOES 1 through 200 are as yet
18	unknown parties to the UMAs an/or CC&Rs referred to herein, or are current or former owners
19	of one or more hotel-condominiums within the Project, and as such owe duties to GSR under
20	such contracts, or based upon other causes of action. GSR will seek leave of this Court to amend
21	this Counterclaim to name such parties at such time as their identities become known to GSR.
22	3. GSR is a successor declarant in the Project, and as such, is entitled to collect
23	certain non-homeowner's association dues and/or fees under the CC&Rs governing the Project,
24	and under separate Unit Maintenance Agreements between each unit owner in the Project and
25	GSR.
26	
27	owed by them under the CC&Rs and/or the UMAs, but to date, Counter-Defendants have failed
28	or refused to make all such payments.
	5. Additionally, each UMA requires the unit owner to provide active credit card 13

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1	information to GSR, as a source for payment of certain expenses incurred by the unit owner.			
2	6. Some of the Counter-Defendants have failed or refused to provide active credit			
3	card information to GSR, in compliance with the UMAs.			
4	7. Prior to bringing this Counterclaim, GSR provided notice to each Counter-			
5	Defendant of the above breaches of the UMAs, and provided each Counter-Defendant with at			
6	leas 60 days within which to cure such breaches, however, Counter-Defendants have failed or			
7	refused to cure all such breaches.			
8	FIRST CAUSE OF ACTION			
9	(Breach of Contract)			
10	8. GSR incorporates by reference the preceding Paragraphs of this Counterclaim as			
11	if set forth at length herein.			
12	9. GSR and Counter-Defendants are parties to the CC&Rs and UMAs.			
13	10. GSR has performed all obligations required to be performed by it under the	;		
14	CC&Rs and UMAs, or was excused from performance of such obligations due to Counter-			
15	Defendants' conduct.			
16	11. Counter-Defendants have breached the CC&Rs and UMAs by failing to pay all			
17	sums when due under those agreements and/or by failing to provide active credit card			
18	information as required by the UMAs, despite individual written demands by GSR.			
19	12. Counter-Defendants' breaches of the CC&Rs and UMAs have foreseeably caused			
20	GSR damages in an amount in excess of \$10,000, subject to proof at trial.			
21	SECOND CAUSE OF ACTION (Declaratory Relief)			
22	13. GSR incorporates by reference the preceding paragraphs of this Counterclaim as	ļ		
23				
24	if set forth at length herein.			
25	14. GSR asserts that the CC&Rs and UMAs are valid and existing contracts to which			
26	each Counter-Defendant is a party, and that Counter-Defendants owe duties to GSR under those			
27	contracts. On information and belief, Counter-Defendants deny that they owe duties to GSR			
28	under the C&Rs and UMAs.			
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1	15. An actual controversy has arisen and now exists between GSR and Counter-
2	Defendants concerning their respective rights, entitlements, obligations and duties under the
3	CC&Rs and UMAs.
4	16. GSR therefore requests a declaratory judgment determining the parties' rights
5	under the CC&Rs and UMAs.
6	<u>THIRD CAUSE OF ACTION</u> (Injunctive Relief)
8 9	17. GSR incorporates by reference the preceding paragraphs of this Counterclaim as if set forth at length herein.
10	18. Counter-Defendants are obligated under each UMA to provide active credit card
11	information to GSR to help defray charges incurred under each UMA. Several of the Counter-
12	Defendants have failed or refused to provide such credit card information to GSR.
13	19. GSR therefore requests that this Court enter a mandatory injunction requiring
14	Counter-Defendants to provide active credit card information to GSR, as required by the UMA
15	WHEREFORE, GSR requests relief against Counter-Defendants as follows:
16	1. That GSR be granted judgment for all past due dues, fees, and related charges
17	owed by Counter-Defendants under the CC&Rs and UMAs, in an amount in excess of \$10,000
18	subject to proof at trial;
19	2. That this Court enter a declaratory judgment determining the parties' rights unde
20	the CC&Rs and UMAs;
21	3. That this Court enter a mandatory injunction requiring Counter-Defendants to
22	provide active credit card information to GSR, as required by the UMAs;
23	4. For costs of suit incurred herein, interest, and attorneys' fees; and
24	5. For such other and further relief as the Court deems proper.
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1	AFFIRMATI	ON
2	Pursuant to NRS 239B.030, the undersigned do	ces hereby affirm that the preceding
3	document does not contain the social security number	of any person.
4	DATED this $day of May, 2013,$	
5	S	SEAN L. BROHAWN, PLLC
6		,
7		By: Lear & Boh
8	E	By: <u>for 1</u> Dan Sean L. Brohawn, Esq.
9		Nevada Bar #7618
10		0 West Liberty Street, Suite 1040
11		Reno, NV 89501 Selephone: (775) 453-1505
12		Pacsimile: (775) 453-1537 Sean@brohawnlaw.com
13		Attorneys for Defendants /
14		Counterclaimant
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1	CERTIFICATE OF SERVICE
2	Pursuant to NRCP 5(b), I certify that I am an employee of the law firm of SEAN L.
3	BROHAWN, PLLC, and that on the date shown below, I caused service of a true and correct
4	copy of the attached:
5	ANSWER TO SECONDN AMENDED COMPLAINT AND COUNTERCLAIM
6	to be completed by:
7	personally delivering
8	sending via Federal Express or other overnight delivery service
9	depositing for mailing in the U.S. mail with sufficient postage affixed thereto
10	delivery via facsimile machine to fax no
11	X delivery via e-mail/Electronic court filing
12	addressed to:
13	G. David Robertson, Esq. (NV Bar No. 1001) (775) 329-5600 Attorneys for
14	Jarrad C. Miller, Esq. (NV Bar No. 7093) Jonathan J. Tew, Esq. (NV Bar No. 11874)
15 16	Robertson, Johnson, Miller & Williamson 50 West Liberty Street, Suite 600 Reno, Nevada 89501
17	
18	DATED this day of May, 2013.
19	DATED this 2013 day of May, 2013.
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## **EXHIBIT C**

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1 2 3 4 5 6	CODE: 2540 Jarrad C. Miller, Esq. (NV Bar No. 7093) Briana N. Collings, Esq. (NV Bar No. 14694) Robertson, Johnson, Miller & Williamson 50 West Liberty Street, Suite 600 Reno, Nevada 89501 Telephone: (775) 329-5600 Facsimile: (775) 348-8300 jarrad@nvlawyers.com briana@nvlawyers.com Robert L. Eisenberg, Esq. (NV Bar No. 0950)	Alicia L. Lerud Clerk of the Court Transaction # 982788	
7	Lemons, Grundy & Eisenberg 6005 Plumas Street, Third Floor		
8	Reno, Nevada 89519 Telephone: (775) 786-6868		
9	Facsimile: (775) 786-9716 rle@lge.net		
10	Attorneys for Plaintiffs		
11 12	SECOND JUDICIAL DISTRICT CO	URT OF THE STATE OF NEVADA	
12	SECOND JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA IN AND FOR THE COUNTY OF WASHOE		
14	ALBERT THOMAS, individually; et al.,		
15	Plaintiffs,		
16	vs.	Case No. CV12-02222	
17	MEI-GSR HOLDINGS, LLC, a Nevada	Dept. No. OJ41	
18	limited liability company, GRAND SIERRA RESORT UNIT OWNERS' ASSOCIATION,		
19	a Nevada nonprofit corporation, GAGE VILLAGE COMMERCIAL		
20	DEVELOPMENT, LLC, a Nevada limited liability company; AM-GSR HOLDINGS, LLC, a Nevada limited liability company; and		
21	DOE DEFENDANTS 1 THROUGH 10, inclusive,		
22	Defendants.		
23			
24	NOTICE OF ENTRY OF ORDER		
25	PLEASE TAKE NOTICE that on August 14, 2023, the above Court issued its Order		
26	overruling Defendants' Objections to Receiver's Spreadsheet Calculation of Net Rents to Be Paid		
27	to Defendants. A copy thereof is attached hereto as Exhibit "1" and made a part hereof by		
28 son,	reference.		
ison treet,	NOTICE OF EN PAC		

1	AFFIRMATION
2	Pursuant to NRS § 239B.030, the undersigned does hereby affirm that the preceding
3	document does not contain the social security number of any person.
4	RESPECTFULLY SUBMITTED this 14 <sup>th</sup> day of August, 2023.
5	ROBERTSON, JOHNSON, MILLER & WILLIAMSON
6	50 West Liberty Street, Suite 600 Reno, Nevada 89501
7	And
8	LEMONS, GRUNDY & EISENBERG
9	6005 Plumas Street, Third Floor Reno, Nevada 89519
10	
11	By: <u>/s/ Briana N. Collings</u> Jarrad C. Miller, Esq. Briana N. Collings, Esq.
12	Attorneys for Plaintiffs
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amson, amson Street, ) 89501	NOTICE OF ENTRY OF ORDER PAGE 2

Robertson, Johnson, Miller & Williamson 50 West Liberty Street Suite 600 Reno, Nevada 89501

1	<u>CERTIFICAT</u>	<b>E OF SERVICE</b>
2	Pursuant to NRCP 5(b), I hereby certif	y that I am an employee of Robertson, Johnson,
3	Miller & Williamson, 50 West Liberty Street, S	uite 600, Reno, Nevada 89501, over the age of 18,
4	and not a party within this action. I further	certify that on the 14 <sup>th</sup> day of August, 2023, I
5		ENTRY OF ORDER with the Clerk of the Court
6	by using the ECF system which served the follo	
7	Abran Vigil, Esq.	Ann O. Hall, Esq.
8	Meruelo Group, LLC	David C. McElhinney, Esq.
	Legal Services Department 5 <sup>th</sup> Floor Executive Offices	Meruelo Group, LLC 2500 E. 2 <sup>nd</sup> Street
9	2535 Las Vegas Boulevard South Las Vegas, NV 89109	Reno, NV 89595 Attorneys for Defendants
10	Attorneys for Defendants	MEI-GSR Holdings, LLC,
11	MEI-GSR Holdings, LLC, Gage Village Commercial	<i>Gage Village Commercial</i> <i>Development, LLC, and</i>
12	Development, LLC, and	AM-GSR Holdings, LLC
13	AM-GSR Holdings, LLC	
14	Jordan T. Smith, Esq. Pisanelli Bice PLLC	F. DeArmond Sharp, Esq. Stefanie T. Sharp, Esq.
15	400 South 7 <sup>th</sup> Street, Suite 300	Robison, Sharp Sullivan & Brust
16	Las Vegas, NV 89101 Attorneys for Defendants	71 Washington Street Reno, NV 89503
17	MEI-GSR Holdings, LLC; Gage Village Commercial	Attorneys for Receiver Richard M. Teichner
18	Development, LLC; and	
19	AM-GSR Holdings, LLC	
20		/s/ Alexandra Fleming
21	An Employ	vee of Robertson, Johnson, Miller & Williamson
22		
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Robertson, Johnson, Miller & Williamson 50 West Liberty Street, Suite 600 Reno, Nevada 89501		NTRY OF ORDER AGE 3

1 2 3	<b>Ex. No.</b> 1	EXHIBIT INDEX Description	Dagas
		Description	Dagos
3	1		Pages
		Order overruling Defendants' Objections to Receiver's Spreadsheet Calculation of Net Rents to Be Paid to Defendants	3
4		Calculation of Net Rents to Be Paid to Defendants	
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28 Robertson, Johnson, Miller & Williamson 50 West Liberty Street, Suite 600 Reno, Nevada 89501		NOTICE OF ENTRY OF ORDER PAGE 4	

## EXHIBIT "1"



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1	Hon. Elizabeth Gonzalez (Ret.)	2023-08-14 ( Alicia L Clerk of t
2	Sr. District Court Judge	Transaction
	PO Box 35054 Las Vegas, NV 89133	
З		
4	IN THE SECOND JUDICIAL DIST	RICT COURT OF THE STATE OF NEVADA
5	IN AND FOR TH	E COUNTY OF WASHOE
6 7	ALBERT THOMAS, et. al.,	) ORDER
8	Plaintiff,	) Case#: CV12-02222
9	vs.	Dept. 10 (Senior Judge)
10	MEI-GSR HOLDINGS, LLC., a Nevada	
11	Limited Liability Company, et al	
12	Defendant.	
13		
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16		_
17	Pursuant to WDCR 12(5) the Court after a revi	iew of the briefing and related documents and being
18	fully informed rules on Defendants' Objections	s to Receiver's Spreadsheet Calculation of Net
19	Rents to Be Paid to Defendants on August 1, 2	$(023  ("Objection")^1 $ The Court finds that the
20		
21	calculations included in the Spreadsheet by the	Receiver are in compliance with the Court's order.
22	The Court further finds that the following item	s contained in Defendants' Objection are part of the
23	true up process and final accounting:	
24	Plaintiffs' share of Receiver's fees paid by GSR	\$19,328.66
25		
26		

<sup>1</sup> The Court has reviewed the Plaintiffs Opposition to Defendants' Objections to Receiver's Spreadsheet Calculation of Net Rents to Be Paid to Defendants filed on August 3, 2023; the Receiver's Response to Defendants' Objections to Receiver's Spreadsheet Calculation of Net Rents to Be Paid to Defendants filed on August 9, 2023; Defendants Reply in Support of Defendants' Objections to Receiver's Spreadsheet Calculation of Net Rents to Be Paid to Defendants filed on August 10, 2023; and, Defendants' Reply to Receiver's August 9, 2023 Untimely Filed Response to Defendants' Objections to Receiver's Spreadsheet Calculation of Net Rents to Be Paid to Defendants filed on August 10, 2023; and, Defendants' Reply to Receiver's August 9, 2023 Untimely Filed Response to Defendants' Objections to Receiver's Spreadsheet Calculation of Net Rents to be Paid to Defendants filed on August 11, 2023; and, Defendants to be Paid to Defendants filed on August 11, 2023.

1	UOA Special Assessment not reimbursed to GSR \$79,532.59
2	Plaintiffs' balance of unpaid expenses due GSR \$171,705.77
3	Accordingly, the Objection is overruled.
4	Dated this 14th day August, 2023.
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6	CAPADON
7	Hon. Elizabeth Gonzalez, ( <b>Ret</b> .) Sr. District Court Judge
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	ORDER - 2

1	CERTIFICATE OF SERVICE
2	I certify that I am an employee of THE SECOND JUDICIAL DISTRICT COURT;
3	that on the 14th day of August, 2023, I electronically filed the foregoing with the Clerk
4	of the Court system which will send a notice of electronic filing to the following:
5	DALE KOTCHKA-ALANES
6	DANIEL POLSENBERG, ESQ. DAVID MCELHINNEY, ESQ.
7	BRIANA COLLINGS, ESQ.
8	ABRAN VIGIL, ESQ. JONATHAN TEW, ESQ.
9	JARRAD MILLER, ESQ. TODD ALEXANDER, ESQ.
10	F. DEARMOND SHARP, ESQ.
11	STEPHANIE SHARP, ESQ. G. DAVID ROBERTSON, ESQ.
12	ROBERT EISENBERG, ESQ. JENNIFER HOSTETLER, ESQ.
13	ANN HALL, ESQ.
14	JAMES PROCTOR, ESQ. JORDAN SMITH, ESQ.
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