1			
2	IN THE SUPREME COURT O	F THE STATE OF NEVADA	
3	FOCUS FRAMING and SUN CITY	Electropically Filed	
4	ELECTRIC,	Apr 10 2020 01:15 p.m.	
5	Appellants,	SUPREME COURT NO Electronically Filed Apr 10 2020 01:15 p.m. DISTRICT COURT NO Elizabeth A Brown Clerk of Supreme Court	
6	v.		
7	MARTIN DURAN PEREZ		
8			
9	Respondent.		
10 11			
11	APPELLANTS' OPENING BRIEF		
13	DANIEL L. SCHWARTZ, ESQ.	ALIKA ANGERMAN, ESQ.	
14	JOEL P. REEVES, ESQ.	BIGHORN LAW	
15	LEWIS BRISBOIS BISGAARD & SMITH LLP	716 S. Jones Blvd. Las Vegas, NV 89107	
16	2300 W. Sahara Avenue, Suite 300, Box 28	8 Attorney for Respondent	
17	Las Vegas, Nevada 89102-4375 Attorneys for Appellants	Martin Duran Perez	
18	Focus Framing and Sun City Electric		
19			
20			
21			
22 23			
25 24			
25			
26			
27			
BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW	4849-4021-4969.1 33947-19	Docket 79856 Document 2020-13734	

1			TABLE OF CONTENTS	
2				Page
3	TABL	E OF	AUTHORITIESii	i
4	NRAP	26.1	DISCLOSURE v	i
5	I.	STAT	TEMENT OF THE CASE	1
6 7	II.	SUM	MARY OF THE ARGUMENT	3
8	III.	STAT	TEMENT OF THE ISSUES FOR REVIEW	5
9	III.	FACT	S NECESSARY TO UNDERSTAND ISSUE PRESENTED	5
10	IV.	JURIS	SDICTION	1
11		A.	Routing Statement	1
12		B.	Standard Of Review	2
13		C.	This Court Can Set Aside A Clearly Erroneous Decision	
14			That Constitutes An Error Of Law Or Is Not Supported	2
15			By Substantial Evidence12	3
16 17			1. This Court Can Set Aside A Decision That Is Based On Incorrect Conclusions Of Law And Is Free To Address	
18			Purely Legal Questions Without Deference To The	Λ
19			Appeals Officer's Decision14	4
20			2. This Court Can Set Aside A Decision That Is Not Supported By Substantial Evidence	5
21				
22			AL ARGUMENT	5
23		A.	The Appeals Officer And Therefore The District Court Erred As A Matter Of Law	б
24		B.	Neither Respondent Nor Pedro Had Authority Over	
25 26		D.	The Subject Dispute	7
26 27				
LEWIS ⁸ BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW	4849-4021-4 33947- 1			

1	C. The District Court Erred By Not Making Any Findings
2	Of Fact or Law
3	VI. CONCLUSION
4	CERTIFICATE OF COMPLIANCE
5	CERTIFICATE OF MAILING
6 7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
26	
27	
LEWIS ⁸⁸ BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW	4849-4021-4969.1 4828-0496-7697.1 ii 33947-19

1	TABLE OF AUTHORITIES
2	Cases Page No(s).
3	American Intl Vacations v. MacBride
4	99 Nev. 324, 326, 661 P.2d 1301, 1302 (1983) 14
5	Clark v. Clark,
6 7	189 Mich. 652, 655, 155 N.W. 507, 508 (1915) 20
8	Container Stevedoring Co. v. Director, OWCP, 935 F.2d 1544, 1546 (9 th Cir. 1991)15
9	
10	Cummings v. United Resort Hotels, Inc., 85 Nev. 23 (1969)
11	
12	<u>Hagler v. Micron Technology, Inc.,</u> 118 Idaho 596, 798 P.2d 55 (1990)17
13	Horne v. SIIS,
14	113 Nev. 532, 537, 936 P.2d 839 (1997) 13
15	Jessop v. State Indus. Ins. Sys.,
16	107 Nev. 888, 822 P.2d 116 (1991) 14
17	Johnson v. State ex rel. Wyoming Worker's Compensation Div., 798 P.2d 323 (1990)
18	
19 20	Legions v. Liberty Mut. Ins. Co., 703 S.W.2d 620, 623 (Tenn. 1986)
20 21	
22	Libraro v. Ocean Casket Co., 60 A.D.2d 736, 401 N.Y.S.2d 304 (App. Div. 1977)fn 1
23	Marion Cty. Coal Co. v. Indus. Com.,
24	292 Ill. 463, 466, 127 N.E. 84, 85 (1920)
25	Maxwell v. SIIS,
26	109 Nev. 327, 849 P.2d 267 (1993)
27	
n 2 8	

LEWIS⁸⁸ BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW

1	McCracken v. Fancy,
2	98 Nev. 30, 639 P.2d 552 (1982)
3	Mirage v. State, Dept of Administration
4	110 Nev. 257, 871 P.2d 317 (1994) 14
5	Mitchell v. Clark County School District, 121 Nev. 179, 111 P.3d 1104 (2005)
6	
7	Nevada Indus. Comm'n. v. Hildebrand, 100 Nev. 47, 51, 675 P.2d 401 (1984)
8 9	Nevada Industrial Comm'n. v. Reese,
9 10	93 Nev. 115, 560 P.2d 1352 (1977)
11	North Las Vegas v. Public Service Comm'n.,
12	83 Nev. 278, 291, 429 P.2d 66 (1967)
13	Poremba v. S. Nev. Paving,
14	388 P.3d 232, 238 (Nev. 2017)
15	Rio Suite Hotel v. Gorsky,
16	113 Nev. 600 (1997)
17	SIIS v. Kelly, 99 Nev. 774, 671 P.2d 29 (1983)
18	
	<u>SIIS v. Khweiss,</u> 108 Nev. 123, 825 P.2d 218 (1992)
20 21	State Dept of Motor Vehicles v. Torres,
22	105 Nev. 558, 560, 799 P.2d 959, 960-961 (1989)
23	State Emp't Sec. Dep't v. Hilton Hotels Corp.,
24	102 Nev. 606, 608 at n.1, 729 P.2d 497 (1986) 15
25	State Industrial Insurance System. v. Giles,
26	110 Nev. 216, 871 P.2d 920 (1994)
27	State Industrial Insurance System v. Hicks, 100 Nev. 567, 688 P.2d 324 (1984)
3 8	

1 2 3	<u>Titanium Metals Corp. v. Clark County</u> , 99 Nev. 397, 399, 663 P.2d 355, 357 (1983) 15, 16 <u>Universal Camera Corp. v. NLRB</u> ,
4 5	340 U.S. 474, 477, 488 (1951)
6	<u>STATUTES</u>
7	NRAP Rule 3 11
8 9	NRAP Rule 4 11
10	NRAP Rule 17
11	NRS 233B.130
12	NRS 233B.135 12, 14, 15, 16
13	NRS 233B.150
14	NRS 616A.010
15	NRS 616B.612
16	NRS 616C.150
17	
18	
	OTHER
20	Larson, <u>The Law of Workmen's Compensation</u> ,
21	
22	
23	
24	
25	
26	
27	
LEWIS ⁸ BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW	4849-4021-4969.1 4828-0496-7697.1 V 33947-19

1	NRAP 26.1 DISCLOSURE	
2	The undersigned counsel of record certifies that the following are persons	
3	and entities as described in NRAP 26.1(a), and must be disclosed:	
4	and entities as described in INRAF 20.1(a), and must be disclosed.	
5	1. The Appellant FOCUS FRAMING, states that it does not have any parent	
6 7	corporation, or any publicly held corporation that owns 10% or more of its	
8	stock, nor any publicly held corporation that has a direct financial interest in	
9	the outcome of the litigation. NRAP 26.1(a).	
10	2. The Appellant SUN CITY ELECTRIC, states that it does not have any parent	
11 12	corporation, or any publicly held corporation that owns 10% or more of its	
13	stock, nor any publicly held corporation that has a direct financial interest in	
14	the outcome of the litigation. NRAP 26.1(a).	
15		
16	3. The undersigned counsel of record for FOCUS FRAMING and SUN CITY	
17	ELECTRIC has appeared in this matter before District Court. JOHN P.	
18 19	LAVERY, ESQ. has also appeared for the same before District Court.	
19 20	DANIEL L. SCHWARTZ, ESQ. has also appeared for the same at the	
21	administrative proceedings before the Department of Administration.	
22		
23		
24		
25	·	
26		
27		
LEWIS ⁸⁸ BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW	4849-4021-4969.1 4828-0496-7697.1 vi 33947-19	

1	These representations are made in order that the judges of this court may		
2	evaluate possible disqualifications or recusal.		
3	DATED this <u>10</u> day of April 2020.		
4			
5	LEWIS BRISBOIS BISGAARD & SMITH LLP		
6			
7	Dru /a/ Joal D. Daawaa, Faa		
8	By: /s/ Joel P. Reeves, Esq. JOEL P. REEVES, ESQ.		
9	Nevada Bar No. 013231		
10	2300 W. Sahara Ave., Ste. 300, Box 28		
11	Las Vegas, NV 89102 Attorneys for the Appellants		
12	Automeys for the Appendits		
12			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
LEWIS ⁸⁸ BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW	4849-4021-4969.1 4828-0496-7697.1 vii 33947-19		

STATEMENT OF THE CASE

This is a workers' compensation case. On December 30, 2016, the Respondent, MARTIN DURAN PEREZ (hereinafter referred to as "Respondent") arrived to work and was upset about an allegedly short paycheck for a period where he was working under a supervisor named Pedro. On that day, Respondent's Safety Manager, Nicholas Pao, informed Respondent that the proper way to resolve his paycheck issue was to speak with payroll at the end of the day and they would help him. Mr. Pao testified that Pedro had no authority to resolve the paycheck issue Respondent was complaining of.

Despite Mr. Pao's instruction, Respondent left his job site and walked to another job site where Pedro was working. Respondent then scaled a house frame, failed to attach any protective gear, and then proceeded to argue with Pedro about the check for approximately ten (10) minutes. Then, unfortunately, Pedro's son got involved in the argument and pushed Respondent off the house frame, causing injury to Respondent. A Criminal Complaint was issued against Pedro's son, Jose Rosales.

On March 6, 2017, Petitioners denied Respondent's claim for worker's compensation benefits based on the fact that Respondent's injuries were unrelated to his employment. Respondent appealed

On June 1, 2017, following Hearing No. 1710955-MT, the Hearing Officer issued a Decision and Order reversing the March 6, 2017 determination denying the claim. Petitioners filed a timely appeal. In addition, the Petitioners filed a Motion for a Stay of the Hearing Officer's decision, which was granted.

On February 9, 2018, this case came on for hearing before the Appeals Officer. The testimonies of four separate witnesses were taken: Respondent; Respondent's brother-in-law; and two safety directors for Employer (Nicholas Pao and Kevin Mendoza).

On May 3, 2018, the Appeals Officer issued the subject Decision and Order reversing claim denial. The Decision makes no mention of the fact that neither Respondent nor Pedro had any power to correct the paycheck issue.

Petitioners filed the instant Petition for Judicial Review contesting the May 3, 2018 Appeals Officer's Decision and Order and the District Court granted a request for a stay.

On July 2, 2019, the District Court denied this Petition for Judicial Review, noting simply that the Appeal Officer was affirmed and the Petition was denied. The Notice of Entry of Order was filed on September 13, 2019.

On October 14, 2019, Petitioners filed the instant appeal to this Honorable Court. Petitioners also requested a stay from the District Court but the same was denied.

1

SUMMARY OF THE ARGUMENT

Respondent's injuries and the situation leading to those injuries are truly unfortunate. Although Respondent's injuries are unfortunate, he cannot prove that his injuries arose out of the course and scope of his employment. Neither Respondent nor the person he was arguing with (Pedro) had any authority to resolve the paycheck dispute that begat Respondent's injuries. Respondent's mechanism of injury was therefore unrelated to his employment. Respondent was instructed that his paycheck dispute could be resolved by reaching out to payroll at the end of his workday. Instead of exercising that option, Respondent left his job site, scaled a house without attaching any sort of fall protection, and proceeded to argue on a rooftop with a party who had no authority to resolve the issue he was complaining of. The direct result of that argument was the injuries that are the subject of this claim.

At the time of that his injuries were sustained, Respondent was not performing a task at the direction of his employer. In fact, had Respondent heeded the direction of his employer, stayed at his job site, and discussed the issue with payroll at the end of the day like he was instructed to do, the subject injuries would not have occurred. When Respondent acted in direct violation of the orders of his

employer by walking off his jobsite, he ceased performing any task related to his
employment and had embarked on a personal objective.

Indeed, by pursuing his own directive and arguing with a party who had no
authority to address Respondent's complaints, "[t]he interests of the employer were
not being aided, protected or advanced in any manner by what [the claimant] did,
and the quarrel and consequent injury had no reasonable connection with any work
then being done for the plaintiff in error." <u>Marion Cty. Coal Co. v. Indus. Com.</u>,
292 Ill. 463, 466, 127 N.E. 84, 85 (1920).

By failing to take into account that Respondent was not performing a task at the direction of his employer at the time of his injury, the Appeals Officer erred. Reversal is warranted as Respondent's injuries were not sustained in the course and scope of his employment.

Furthermore, the District Court erred by failing to make any findings of fact or law and simply affirming the Appeals Officer. Without any findings, it is impossible for this Court to review what the District Court concluded. See Poremba v. S. Nev. Paving, 388 P.3d 232, 238 (Nev. 2017).

1	II.		
2	STATEMENT OF THE ISSUES FOR REVIEW		
3 4 5 6	1. IF NEITHER PARTY TO AN ARGUMENT HAVE ANY AUTHORITY OVER THE SUBJECT OF THE ARGUMENT, ARE ANY INJURIES SUSTAINED AS A RESULT OF THAT ARGUMENT COMPENSABLE THROUGH WORKERS' COMPENSATION?		
7 8	2. DID THE DISTRICT COURT ERR BY FAILING TO MAKE ANY FINDINGS OF FACT OR LAW?		
9	III.		
10	FACTS NECESSARY TO UNDERSTAND ISSUE PRESENTED		
11			
12	On December 30, 2016, a C-4 form was completed which alleged that the		
13	Respondent was injured when he was pushed off a roof. The Respondent was		
14	treated at UMC Trauma for subdural hematoma on the date of the incident. The		
15 16	Respondent was taken off work. (Appendix p. 125)(hereinafter "APP p")		
10			
18	A Supervisor Accident Investigation Report notes that the Respondent went		
19	to the second floor with no fall protection and was involved in workplace violence.		
20	(APP p. 126)		
21	Foreman Rafael Benitez noted that he did not witness the event but found		
22			
23	Mr. Perez passed out on the ground and called 911 and checked vitals. (APP pp.		
24	127-128)		
25	A Safety Report completed by Safety Manager Nicholas Pao, which noted		
26	that the Respondent was mad due to an alleged paycheck shortage while working		
27	and the respondent was mud due to an aneged payencek shortage while working		
LEWIS ⁸ BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW	4849-4021-4969.1 4828-0496-7697.1 5 33947-19		

on Pedro's crew. The Respondent climbed an 8-foot ladder to get to where Pedro was working on a second floor. Pedro was tied off with safety gear but Respondent was not. The discussion with the two got "elevated." Pedro's son came up from the first floor to aid his father, and when Pedro's son asked the Respondent to stop, the Respondent allegedly started yelling at him and the son put his hands on the Respondent and pushed him away and the Respondent eventually fell off of the roof. (APP pp. 129-133)

Pedro Rosales also gave a statement and alleged that the Respondent came up to the second floor where he was working and began to say bad words to him and tried to hit him. He told the Respondent to give him time and he would try and resolve the problem on January 2, 2017. His son heard the offensive comments and came up to defend him and other people also were involved verbally, including an unidentified person who also came up to the second floor and later left. (APP pp. 134-135)

20 Pedro's son, Jose Rosales gave his version of what happened, as well. (APP
21 pp. 136-137)

Statements by Eduardo Leon and Elvis Herrera noted that the son of the man working on the second floor pushed the Respondent who fell off of roof after a discussion between the parties. (APP pp. 138-141)

A statement from the Respondent indicated that he climbed to where Pedro was working and showed him his check and Pedro stated that houses do not make money. He then states that Pedro's son stated it wasn't good and that he was then grabbed and pushed off the roof. (APP p. 142)

An Industrial Injury or Illness form in Spanish was also executed by the Respondent. (APP pp. 143-144)

9 A Criminal Complaint was issued against Pedro's son, Jose Rosales. (APP 10 p. 145)

The Respondent was treated at UMC on the date of the incident described as 12 13 a 20-foot fall after being pushed off of a roof. The Respondent was transferred out 14 of the Emergency Department after a subdural bleed was discovered along with a 15 possible right 8th rib fracture. X-rays of the left shoulder revealed no acute 16 17 osseous abnormality, and a CT scan of the brain revealed a subdural hematoma, 18 and a MRI of the cervical spine was normal except for soft tissue swelling from T-19 1 through T-3. Other diagnostic testing was essentially normal. (APP pp. 147-20 21 180)

A claim denial determination was issued on March 6, 2017. (APP pp. 181-183)

On March 21, 2017, the Respondent appealed the claim denial determination. (APP p. 184)

1

2

3

4

5

6

7

8

11

22

23

24

25

26

On March 30, 2017, the adjuster denied March 21, 2017, requests for 1) TTD beginning on December 30, 2016, to present and 2) request for transfer of care to Dr. Garber. (APP pp. 185-186)

Following Hearing No. 1710955-MT, the Hearing Officer issued a Decision and Order dated June 1, 2017, reversing the March 6, 2017 determination denying the claim. (APP pp. 187-189.) Insurer filed a timely appeal. (APP p. 190.) In addition, the Insurer filed a Motion for a Stay of the Hearing Officer's decision, which was granted. (APP p. 192.)

On February 9, 2018, this case came on for hearing before the Appeals Officer. The testimonies of four separate witnesses were taken: Respondent; Respondent's brother-in-law; and two safety directors for Employer (Nicholas Pao and Kevin Mendoza). Of note, Respondent testified that, on the day in question, he was working on a house under the supervision of a crew leader named Francisco. On that day, Respondent received a check for the work he had done the previous week when he was working for a different crew leader, Pedro. (APP pp. 9-10; 13-15) Respondent believed that his paycheck was low and testified that he went to Pedro to discuss his paycheck. Respondent testified that he left the job site that he was working on, walked three houses down to where Pedro was, climbed a ladder to get to Pedro, did not attach any sort of safety measures to himself, and spent at least ten (10) minutes talking to Pedro on the second floor of a house frame. After

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

about ten (10) minutes of discussion, Pedro's son climbed the ladder and pushed
Respondent off the house.

3			
4	The Respondent's brother-in-law (Eduardo Leon) was also working on the		
5	job site but his testimony did not add anything worth noting to this case.		
6	Mr. Pao, a safety director for Employer, testified that, on the day in question,		
7 8	he was on the job site prior to the incident and testified that he and Mr. Mendoza		
9	(the other safety director) spoke with Respondent about his check. Mr. Pao		
10			
11	testified as follows:		
12	NICHOLAS PAO: Yeah, [Respondent] brought it to our attention that there was a discrepancy on his paycheck		
13	from Pedro. We had basically told him, at the end of the		
14	day, take it to the office and Lucy would get that corrected.		
15			
16	DANIEL SCHWARTZ: At that point in time, when you were having this conversation with him, would Pedro		
17	have had any ability to do anything with that paycheck?		
18	NICHOLAS PAO: No. He couldn't have done nothing.		
19	He could've maybe made a phone call and told Lucy to		
20	get the check corrected, but as far as him cutting a check for him, no.		
21			
22	DANIEL SCHWARTZ: So, your—your—I don't want to say advice, but what you told Mr. Duran-Perez,		
23	concerning the paycheck was to go to the office.		
24	NICHOLAS PAO: Go to the office at the end of the day.		
25	Yeah.		
26 27	DANIEL SCHWARTZ: And then did you leave the jobsite?		
/13 ⁸			

NICHOLAS PAO: Yeah.

(APP p. 35:6-24)

1

2

3

Mr. Pao also testified that, contrary to Respondent's testimony, Pedro was in 4 5 fact wearing a safety harness. (APP p. 37; 38-39) Further, Mr. Pao explained the 6 check payment process. Crew leaders (like Pedro and Francisco) keep track of their 7 subordinate's hours and turn those hours into a foreman and the foreman turns the 8 9 hours into payroll and payroll issues checks. (APP p. 39) He reiterated that a 10 foreman would not be able to do anything with a check after it was cut. 11

Mr. Mendoza corroborated Mr. Pao's testimony as he helped translate for 12 13 Mr. Pao on that day.

14 On May 3, 2018, the Appeals Officer issued the subject Decision and Order 15 reversing claim denial. (APP pp. 65-71) 16

17 On May 18, 2018, Respondents filed the instant Petition for Judicial Review, contesting the Appeals Officer's May 3, 2018 Decision and Order. The District Court also granted a stay. (APP pp. 371-381; 416-419)

On July 2, 2019, the District Court affirmed the Appeals Officer and denied 22 this Petition for Judicial Review. The Notice of Entry of Order was filed on September 13, 2019. (APP pp. 490-495)

On October 14, 2019, Respondents filed an appeal with this Honorable Court contesting the Appeals Officer's May 3, 2018 Decision and Order as well as

18

19

20

21

23

24

25

26

the District Court's affirmance of that Order. (APP pp. 528-539) Respondents also requested a stay from the District Court but the same was denied. (APP p. 550)

IV.

JURISDICTION

Appellants have timely and properly appealed this Petition for Judicial Review of the Appeals Officer's Decision dated May 3, 2018. NRS 233B.130. Said Petition was timely filed with the District Court on May 18, 2018. On September 13, 2019, the Notice of Entry of Order of the District Court's Decision and Order affirming the Appeals Officer's Decision was filed. Appellants timely and properly filed an appeal of that Decision and Order with this Honorable Court on October 14, 2019. See NRS 233B.150; NRAP Rule 3; NRAP Rule 4. This Court has jurisdiction over the instant appeal.

. . .

A. ROUTING STATEMENT

Under NRAP 17(b)(10), this case would be presumptively assigned to the Court of Appeals as it concerns a Petition for Judicial Review of an administrative agency's final decision.

B. STANDARD OF REVIEW

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

Judicial review of a final decision of an agency is governed by NRS 233B.135. NRS 233B.135 Judicial review: Manner of conducting; burden of; standard for review. 1. Judicial review of a final decision of an agency must be: (a) Conducted by the court without a jury; and

(b) Confined to the record.

In cases concerning alleged irregularities in procedure before an agency that are not shown in the record, the court may receive evidence concerning the irregularities.

2. The final decision of the agency shall be deemed reasonable and lawful until reversed or set aside in whole or in part by the court. The burden of proof is on the party attacking or resisting the decision to show that the final decision is invalid pursuant to subsection 3.

3. The court shall not substitute its judgment for that of the agency as to the weight of evidence on a question of fact. The court may remand or affirm the final decision or set it aside in whole or in part if substantial rights of the petitioner have been prejudiced because the final decision of the agency is:

(a) In violation of constitutional or statutory provisions;

(b) In excess of the statutory authority of the agency;

(c) Made upon unlawful procedure;

(d) Affected by other error of law;

(e) Clearly erroneous in view of the reliable, probative and substantial evidence on the whole record; or

(f) Arbitrary or capricious or characterized by abuse of discretion.

The standard of review is whether there is substantial evidence to support The reviewing court should limit its review of the underlying decision. 3 administrative decisions to determine if they are based upon substantial evidence. North Las Vegas v. Public Service Comm'n., 83 Nev. 278, 291, 429 P.2d 66 (1967); McCracken v. Fancy, 98 Nev. 30, 639 P.2d 552 (1982). Substantial evidence is that quantity and quality of evidence which a reasonable man would accept as adequate to support a conclusion. See, Maxwell v. SIIS, 109 Nev. 327, 331, 849 P.2d 267, 270 (1993); and Horne v. SIIS, 113 Nev. 532, 537, 936 P.2d 839 (1997).

When reviewing administrative court decisions, this Court has held that, on factual determinations, the findings and ultimate decisions of an appeals officer are not to be disturbed unless they are clearly erroneous or otherwise amount to an abuse of discretion. Nevada Industrial Comm'n. v. Reese, 93 Nev. 115, 560 P.2d 1352 (1977). An administrative determination regarding a question of fact will not be set aside unless it is against the manifest weight of the evidence. Nevada Indus. Comm'n. v. Hildebrand, 100 Nev. 47, 51, 675 P.2d 401 (1984).

C. THIS COURT CAN SET ASIDE A CLEARLY ERRONEOUS **DECISION THAT CONSTITUTES AN ERROR OF LAW OR IS NOT** SUPPORTED BY SUBSTANTIAL EVIDENCE.

This Court may set aside, in whole or in part, a final decision of an administrative agency where substantial rights of the Appellants have been

1

2

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

prejudiced because the final decision is in violation of statutory provisions,
affected by other error of law, clearly erroneous in view of the reliable, probative
and substantial evidence on the whole record, or arbitrary, capricious or
characterized by abuse of discretion. NRS 233B.135(3).

6

7

8

9

1. This Court Can Set Aside a Decision That is Based on Incorrect Conclusions of Law and is Free to Address Purely Legal Questions Without Deference to the Appeals Officer's Decision.

This Court has acknowledged and applied these statutory principles holding, 10 11 for example, that a reviewing court may set aside an agency decision if the 12 decision was based upon an incorrect conclusion of law or otherwise affected by an 13 error of law. State Indus. Ins. Sys. v. Giles, 110 Nev. 216, 871 P.2d 920 (1994); 14 15 Jessop v. State Indus. Ins. Sys., 107 Nev. 888, 822 P.2d 116 (1991); see, also, NRS 16 233B.135(3)(d). Further, this Court has stated that appellate review on questions 17 of law is de novo, and that the reviewing court is free to address purely legal 18 19 questions without deference to the agency's decision. Giles, supra; Mirage v. 20 State, Dep't of Admin., 110 Nev. 257, 871 P.2d 317 (1994); American Int'l 21 Vacations v. MacBride, 99 Nev. 324, 326, 661 P.2d 1301, 1302 (1983); see, also, 22 23 State Dep't of Motor Vehicles v. Torres, 105 Nev. 558, 560, 799 P.2d 959, 960-24 961 (1989). 25

26 || ·

27

1\$8

ARD

MITHIP

4849-4021-4969.1 4828-0496-7697.1 33947-19

2. This Court Can Set Aside a Decision That is Not Supported by Substantial Evidence.

3 In determining whether an administrative decision is supported by substantial evidence, the methodology for this Court is also well-defined. First, for each issue appealed, the pertinent rule of law is identified. Thereafter, the evidence on appeal is reviewed to determine whether the agency's decision on each issue is supported by substantial factual evidence. Torres, *id*. If the decision of the administrative agency on the appealed issue is supported by substantial factual evidence, this Court must affirm the decision of the agency as to that issue. On the other hand, a decision by an administrative agency that lacks support in the form of substantial evidence is arbitrary or capricious and, thus, an abuse of discretion that warrants reversal. NRS 233B.135(3); Titanium Metals Corp. v. Clark County, 99 Nev. 397, 399, 663 P.2d 355, 357 (1983).

Substantial evidence has been defined as that quantity and quality of 18 19 evidence which a reasonable man could accept as adequate to support a conclusion. 20 State Emp't Sec. Dep't v. Hilton Hotels Corp., 102 Nev. 606, 608 at n.1, 729 P.2d 21 497 (1986). Additionally, substantial evidence is not to be considered in isolation 22 23 from opposing evidence, but evidence that survives whatever in the record fairly 24 detracts from its weight. Universal Camera Corp. v. NLRB, 340 U.S. 474, 477, 25 488 (1951); Container Stevedoring Co. v. Director, OWCP, 935 F.2d 1544, 1546 26 27 (9th Cir. 1991). This latter point is clearly the significance of the requirement in



1

2

4

5

6

7

8

9

10

11

12

13

14

15

16

1 NRS 233B.135(3)(e) which states that the reviewing court consider the whole
2 record.

Furthermore, a decision that is affected by error of law cannot be found to be supported by substantial evidence. A decision that lacks support in the form of substantial evidence is arbitrary or capricious and, thus, an abuse of discretion that warrants reversal. <u>Titanium Metals</u>, *id*.

9 NRS 616A.010(2) and (4) are clear that Nevada no longer has liberal
10 construction. Issues must be decided on their merits, and not according to the
11 common law principle that requires statutes governing workers' compensation to
13 be liberally construed. That means workers' compensation statutes must not be
14 interpreted or construed broadly or liberally in favor of any party.

In this case, the Appeals Officer's decision is not supported by substantial evidence. Further, as District Court affirmed the Appeals Officer's Decision, the errors of the Appeals Officer are also the errors of the District Court. This Honorable Court retains review of the instant Petition for Judicial Review.

V.

LEGAL ARGUMENT

A. <u>THE APPEALS OFFICER AND THEREFORE THE DISTRICT</u> <u>COURT ERRED AS A MATTER OF LAW</u>

It was the Respondent, not Appellants, who had the burden of proving entitlement to any benefits under any accepted industrial insurance claim by a

3

4

5

6

7

8

15

16

17

18

19

20

21

22

23

24

25

26

preponderance of all the evidence. <u>State Industrial Insurance System v. Hicks</u>, 100
Nev. 567, 688 P.2d 324 (1984); <u>Johnson v. State ex rel. Wyoming Worker's</u>
<u>Compensation Div.</u>, 798 P.2d 323 (1990); <u>Hagler v. Micron Technology, Inc.</u>, 118
Idaho 596, 798 P.2d 55 (1990).

6 In attempting to prove his or her case, the Respondent has the burden of 7 going beyond speculation and conjecture. That means that the Respondent must 8 9 establish all facets of the claim by a preponderance of all the evidence. To prevail, 10 a Respondent must present and prove more evidence than an amount which would 11 make his case and his opponent's "evenly balanced." Maxwell v. SIIS, Id.; SIIS v. 12 13 Khweiss, 108 Nev. 123, 825 P.2d 218 (1992); SIIS v. Kelly, 99 Nev. 774, 671 P.2d 14 29 (1983); 3, A. Larson, the Law of Workmen's Compensation, § 80.33(a). 15 NRS 616A.010(2)makes it clear that: 16 17 A claim for compensation filed pursuant to the provisions of chapters 616A to 616D, inclusive, or chapter 617 of 18 NRS must be decided on its merit and not according to 19 the principle of common law that requires statutes governing workers' compensation to be liberally 20 construed because they are remedial in nature. 21 B. <u>NEITHER RESPONDENT NOR PEDRO HAD AUTHORITY OVER</u> 22 THE SUBJECT DISPUTE 23 The issue in the present case is that no party to the altercation at issue had 24 25 any authority over the subject of that altercation. No party had any authority to

address the paycheck issue that Respondent was complaining of. As such, the



26

altercation at issue was outside the scope of the employment for all parties involved. Therefore, Respondent's injuries were unrelated to his employment.

Further, the Appeals Officer excluded all evidence of how Respondent's paycheck process works and how the paycheck dispute resolution process was explained to Respondent. It was legal error to find this claim compensable when Respondent was explicitly informed by Mr. Pao and Mr. Mendoza that his prior crew leader (Pedro) had no control over paycheck dispute resolution. As will be shown below, though certain types of work place violence can be compensable when the violence is begat by an argument over work related issues, if the parties to the violence have no authority over the argument subject, any injuries which result are not compensable because the argument was not related to the parties' job performance.

Under NRS 616C.150(1), the Respondent has the burden of proof to show that the injury arose out of and in the course and scope of his employment. The Respondent must satisfy this burden by a preponderance of the factual and medical evidence. Further, NRS 616B.612 mandates that an employee is only entitled to compensation if he is injured in the course and scope of his employment.

This Court has held that:

An accident or injury is said to arise out of employment when there is a **causal connection between the injury and the employee's work** ... the injured party must establish a link between **the workplace conditions and**

1 2 3	how those conditions caused the injury a claimant must demonstrate that the origin of the injury is related to some risk involved within the scope of employment.
3 4	Rio Suite Hotel v. Gorsky, 113 Nev. 600, 939 P.2d 1043(1997). (emphasis added)
5	The same Court further stated that the "Nevada Industrial Insurance Act is
6	not a mechanism which makes insurers/employers absolutely liable for injuries
7 8	suffered by employees who are on the job." (Id.)
o 9	Further, this Court held in Mitchell v. Clark County School District, 121
10	Nev. 179, 111 P.3d 1104 (2005):
11	1404. 179, 1111.30 1104 (2005).
12	An accident or injury is said to arise out of employment
13	when there is a causal connection between the injury and the employee's work. In other words, the injured party
14	must establish a link between the workplace conditions
15	and how those conditions caused the injury. Further, a
	Respondent must demonstrate that the origin of the injury is related to some risk involved within the scope of
16	employment. However, if an accident is not fairly
17	traceable to the nature of employment or the workplace environment, then the injury cannot be said to arise out of
18	the Respondent's employment. Finally, resolving
19	whether an injury arose out of employment is examined
20	by a totality of the circumstances.
21	With respect to the subject issue of assaults, Nevada decisions are sparse.
22	However, this Court did endorse the general rule that "injuries resulting from
23	
24	assaults by fellow workmen when the attack results from personal animosity
25	unconnected with the employment, are not compensable." Cummings v. United
26 27	Resort Hotels, Inc., 85 Nev. 23 (1969)(Citing Pacific Employers Ins. Co. v.
/ାଙ୍କିଷ୍ଣ	

1 Industrial Acc. Comm., 293 P.2d 502 (Cal. App. 1956)). The salient portion of the 2 rule above is the holding that injuries unconnected to employment are not 3 compensable. This is the guiding principle in determining compensability of 4 5 workers' compensation claims.

6 Professor Larson's treatise on workers' compensation expounds on this 7 subject and explains that claim denial has been upheld when workplace fights 8 9 concern a subject which the employee had no control over. See 1 Larson's 10 Workers' Compensation Law § 8.01[4] (2018). For example, claim denial was 11 affirmed where a worker was killed by another worker over a dispute as to the 12 13 contents of a coal car when neither party had any ability to control what was in the 14 car. That Court held that "[t]he interests of the employer were not being aided, 15 protected or advanced in any manner by what [the claimant] did, and the quarrel 16 17 and consequent injury had no reasonable connection with any work then being 18 done for the plaintiff in error." Marion Cty. Coal Co. v. Indus. Com., 292 Ill. 463, 19 466, 127 N.E. 84, 85 (1920). 20

21 In another case, a claimant was injured while protecting his employer's 22 property from teamsters who were in a dispute with the employer. The Court 23 upheld claim denial under the theory that "[h]ad Respondent remained at his work 24 25 he would not have been injured. His presence at the place of fighting was in 26 pursuance of no demand of his employment." Clark v. Clark, 189 Mich. 652, 655,



1 2

155 N.W. 507, 508 (1915).¹

Finally, in a more recent decision, two years prior to the controversy therein, 3 a claimant had used her own personal money to buy a drink machine for the office. 4 5 On the subject day, a drink truck was parked in the parking lot to refill the 6 machine. A police officer wrote the truck driver a parking ticket and the claimant 7 came out to contest the ticket. The claimant was eventually arrested for disorderly 8 9 conduct and sustained injury during the arrest. The court upheld claim denial as 10 there was "no testimony from plaintiff, her superior or any other witness that states 11 that plaintiff had any supervisory authority over the parking lot as a result of her 12 13 employment and was thus involved with duties created by her job at the time she 14 was injured... We are of the opinion that the trial court could properly find that *any* 15 injuries suffered by plaintiff did not occur while the employee was rendering 16 17 service which she was hired to do by her employer and, therefore, was not in the 18 course of the employment." Legions v. Liberty Mut. Ins. Co., 703 S.W.2d 620, 19 623 (Tenn. 1986)(emphasis added) 20

Here, just as in the cases cited above, neither Respondent, Pedro, nor
Pedro's son had any authority over the subject of the dispute, i.e. Respondent's
paycheck. Respondent was even informed by Mr. Pao and Mr. Mendoza on the

¹ See <u>Also Libraro v. Ocean Casket Co.</u>, 60 A.D.2d 736, 401 N.Y.S.2d 304 (App. Div. 1977) where claim denial was affirmed when an employee left his employment to assist a co-employee who was being assaulted and was then himself shot.



very day of the incident that if he desired to contest his paycheck, the proper way 1 2 to do so was to contact payroll at the end of the day. Instead of doing that, 3 Respondent left his job site, walked over to Pedro's job site, climbed to the second 4 5 story of a house frame, did not attach any safety equipment, and engaged in a ten 6 (10) minute long argument about the paycheck before Pedro's son unfortunately 7 pushed him off the frame. Though Respondent's injuries are unfortunate, in no 8 9 way was Respondent performing his job at the time of his injuries.

10 Indeed, Respondent left his job duties to discuss a subject with Pedro that he 11 knew Pedro had no authority over. By virtue of the fact that Pedro had no authority 12 13 over Respondent's paycheck dispute and compounded by the fact that Respondent 14 had just that day been informed as to the proper way to dispute his paycheck, 15 Respondent left the course and scope of his employment when he walked off his 16 17 job site to engage Pedro. Put simply, the argument with Pedro was not related to 18 Respondent's employment because Respondent had just been informed the proper 19 way to dispute his paycheck and he knew that Pedro had no authority to adjust his 20 21 pay.

The Appeals Officer was apprised of the state of this law at the hearing on
this matter. By failing to address the fact that the subject altercation was *not* related
to Respondent's employment, the Appeals Officer committed reversible error. This

Court should grant the Petition for Judicial Review, reverse the Appeals Officer, 1 2 and affirm the Petitioner's determination to deny this claim. 3

C. THE DISTRICT COURT ERRED BY NOT MAKING ANY FINDINGS OF FACT OR LAW

The District Court's Order simply states as follows: "THE COURT 6 ORDERS the Appeals Officer Decision and Order be AFFIRMED and the Petition for Judicial review is DENIED." There are no findings of fact. There are no conclusions of law. There is nothing for this Court to review and therefore the District Court's Order was improper and should be reversed. (See Poremba v. S. Nev. Paving, 388 P.3d 232, 238 (Nev. 2017)² 13 14 15 ² "Without detailed factual findings and conclusions of law, this court cannot review the merits of an appeal; thus, administrative agencies are required to issue orders that contain factual findings and conclusions of law. NRS 233B.125. In pertinent part, the statute reads:

4

5

7

8

9

10

11

12

A decision or order adverse to a party in a contested case *must* be in writing or stated in the record. . . . [A] final decision must include findings of fact and conclusions of law, separately stated. Findings of fact and decisions *must* be based upon substantial evidence. Findings of fact, if set forth in statutory language, *must* be accompanied by a concise and explicit statement of the underlying facts supporting the findings.

26

27

V|§8

Id. (emphases added). Each and every clause in this statute contains mandatory

instruction for the appeals officer, leaving no room for discretion"

1	VI.		
2	CONCLUSION		
3	Based upon the foregoing, Appellant requests that this Court reverse the		
5	Appeals Officer and the District Court and find that the Respondent's claim for		
6	workers' compensation benefits was properly denied.		
7	Dated this <u>10</u> day of April 2020.		
8			
9	Respectfully submitted,		
10 11	LEWIS, BRISBOIS, BISGAARD & SMITH, LLP		
12	/s/ Joel P. Reeves, Esq.		
13	DANIEL L. SCHWARTZ, ESQ. Nevada Bar No. 005125		
14	JOEL P. REEVES, ESQ.		
15	Nevada Bar No. 013231		
16	LEWIS BRISBOIS BISGAARD & SMITH LLP 2300 W. Sahara Avenue, Suite 300, Box 28		
10	Las Vegas, Nevada 89102-4375		
17	Attorneys for Appellant		
10			
20			
21			
22			
23			
24			
25			
26			
27			
LEWIS ⁸⁸ BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW	4849-4021-4969.1 4828-0496-7697.1 24 33947-19		

1 2

CERTIFICATE OF COMPLIANCE

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

9 2. I further certify that this brief complies with the type-volume
10 10 11 11 12 12 13
11 12 13 13
13 14 15
14 15
15 16 16 17
16 17 17
17 18 18 19
18 19 19
19 19
19 10 10
10 10
10 10
11 10
12 10
13 10
14 10
15 10
16 10
17 10
18 10
19 10
19 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10
10 10</li

14 3. Finally, I hereby certify that I have read this appellate brief, and to the 15 best of my knowledge, information, and belief, it is not frivolous or interposed for 16 17 any improper purpose. I further certify that this brief complies with all applicable 18 Nevada Rules of Appellate Procedure, in particular NRAP 28(e)(1), which requires 19 every assertion in the brief regarding matters in the record to be supported by a 20 21 reference to the page and volume number, if any, of the transcript or Appendix 22 where the matter relied on is to be found. 23

LEWIS BRISBOIS BISGAARD & SMITH LLP

24

25

26

27

4849-4021-4969.1 4828-0496-7697.1 33947-19

1	4. I understand that I may be subject to sanctions in the event that the	
2	accompanying brief is not in conformity with the requirements of the Nevada	
3		
4	Rules of Appellate Procedure.	
5		Respectfully submitted,
6		LEWIS, BRISBOIS, BISGAARD & SMITH, LLP
7		
8	11	s/ Joel P. Reeves, Esq. DANIEL L. SCHWARTZ, ESQ(005125)
9	J	OEL P. REEVES, ESQ.(013231)
10		300 W. Sahara Avenue, Suite 300, Box 28 Las Vegas, Nevada 89102-4375
11	11	Attorneys for Appellants
12		
13		
14		
15		
16		
17		
18		
19 20		
20 21		
21 22		
22		
23 24		
25		
26		
27		
LEWIS ⁸⁸		
LE VVIJ BRISBOIS BISGAARD & SMITH LLP ATTORNEYS AT LAW	4849-4021-4969.1 4828-0496-7697.1 33947-19	26

1	CERTIFICATE OF MAILING
2	Pursuant to Nevada Rules of Civil Procedure 5(b), I hereby certify that, on
3	the <u>10</u> day of April 2020, service of the attached APPELLANTS'
4	OPENING BRIEF was made this date by depositing a true copy of the same for
5	mailing, first class mail, and/or electronic service as follows:
6	Alika Angerman, Esq.
7	Bighorn Law
8	716 S. Jones Blvd. Las Vegas, NV 89107
9	
10	Focus Framing C/O Sun City Electric
11	Focus Framing
12	C/O Sun City Electric
13	ATTN: Patty Pizano 1220 S. Commerce St., #120
14	Las Vegas, NV 89102
15	
16	/s/ Joel P. Reeves, Esq.
17	An employee of LEWIS, BRISBOIS, BISGAARD & SMITH, LLP
18	DISOTTICE & SWITTI, ELI
19	
20	
21	
22	
23	
24	
25	
26	
27	
LEWIS ⁸⁸ BRISBOIS BISGAARD & SMIH LIP ATTORNEYS AT LAW	4849-4021-4969.1 4828-0496-7697.1 27 33947-19