CLERK OF THE COURT 1 NOAS (CIV) Maurice VerStandig, Esq. (Bar No.: 15346) THE VERSTANDIG LAW FIRM, LLC 1452 W. Horizon Ridge Pkwy, #665 3 Henderson, Nevada 89012 Electronically Filed Telephone/Facsimile: (301)444-4600 4 Jul 16 2020 02:47 p.m. Email: mac@mbvesq.com Elizabeth A. Brown 5 Appellate Counsel for the Defendants/Counterclaimants Clerk of Supreme Court 6 DISTRICT COURT 7 **CLARK COUNTY, NEVADA** 8 NANCY HAACK, an individual; and NRS REALTY GROUP, LLC, a Nevada Limited 9 Liability Company, d/b/a LIFE REALTY 10 Plaintiffs, 11 Case No.: A-17-753435-C v. 12 Department XXIII 13 SEAN EVENDEN, an individual; ROGER \* \* AYALA, an individual; DOE Individuals I NOTICE OF APPEAL 14 through X; and ROE CORPORATIONS and \* ORGANIZATIONS I through X, inclusive. \* 15 16 Defendants, 17 SEAN EVENDEN, an individual; ROGER 18 AYALA, an individual; and NRS REALTY 19 GROUP, LLC, a Nevada Limited Liability Company, d/b/a LIFE REALTY, 20 Counterclaimants, 21 22 v. 23 NANCY HAACK, an individual, 24 Counter-defendant. 25 Notice is hereby given that Sean Evenden and Roger Ayala, defendants and 26 27 counterclaimants in the above-captioned matter, hereby appeal to the Supreme Court of Nevada 28 from the Decision & Order entered in this action on the 17th day of June, 2020.



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NOTICE OF APPEAL - 1

Respectfully submitted,

/s/ Maurice B. VerStandig
Maurice B. VerStandig, Esq.
Bar No. 15346
The VerStandig Law Firm, LLC
1452 W. Horizon Ridge Pkwy, #665
Henderson, Nevada 89012
Telephone: 301-444-4600
Facsimile: 301-444-4600
Electronic Mail: mac@mbvesq.com
Appellate Counsel for the
Defendants/Counterclaimants

## **CERTIFICATE OF SERVICE**

I hereby certify that on this 10th day of July, 2020, I caused a true and correct copy of the foregoing paper to be served on all counsel of record herein through this Honorable Court's electronic filing system, in conformity with Nevada Rule of Civil Procedure 5(b)(2)(E).

/s/ Maurice B. VerStandig
Maurice B. VerStandig, Esq.



erStandig

Electronically Filed 7/10/2020 10:14 AM Steven D. Grierson CLERK OF THE COURT

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Maurice VerStandig, Esq. (Bar No.: 15346)

THE VERSTANDIG LAW FIRM, LLC

1452 W. Horizon Ridge Pkwy, #665

Henderson, Nevada 89012

Telephone/Facsimile: (301)444-4600

Email: mac@mbvesq.com

Appellate Counsel for the Defendants/Counterclaimants

DISTRICT COURT CLARK COUNTY, NEVADA

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Case No.: A-17-753435-C

CASE APPEAL STATEMENT

Department XXIII

NANCY HAACK, an individual; and NRS REALTY GROUP, LLC, a Nevada Limited Liability Company, d/b/a LIFE REALTY

Plaintiffs,

v.

SEAN EVENDEN, an individual; ROGER AYALA, an individual; DOE Individuals I through X; and ROE CORPORATIONS and ORGANIZATIONS I through X, inclusive.

Defendants,

SEAN EVENDEN, an individual; ROGER AYALA, an individual; and NRS REALTY GROUP, LLC, a Nevada Limited Liability Company, d/b/a LIFE REALTY,

Counterclaimants,

NANCY HAACK, an individual,

Counter-defendant.

v.

Come now Sean Evenden and Roger Ayala, defendants and counterclaimants in the above-captioned matter, pursuant to Nevada Rule of Appellate Procedure 3(f), and in support of

their appeal state as follows:

CASE APPEAL STATEMENT - 1

VerStandig

Name of appellant filing this case appeal statement: Sean Evenden and Roger
 Ayala are filing this case appellate statement.

- 2. Identify the judge issuing the decision, judgment, or order appealed from: The Honorable Stefany A. Miley is the District Judge who issued the decision from which this appeal is taken.
- 3. Identify each appellant and the name and address of counsel for each appellant: The appellants herein are Sean Evenden and Roger Ayala. Counsel for the appellants is Maurice B. VerStandig, Esq., whose address is in the care of The VerStandig Law Firm, LLC, 1452 W. Horizon Ridge Parkway, #665, Henderson, Nevada 89012.
- 4. Identify each respondent and the name and address of appellate counsel, if known, for each respondent (if the name of a respondent's appellate counsel is unknown, indicate as much and provide the name and address of that respondent's trial counsel): The respondents herein are Nancy Haack and NRS Realty Group, LLC d/b/a Life Realty. Appellate counsel for the respondents is unknown as of present. Nancy Haack proceeded *pro se* at trial herein. John R. Holiday, Esq. appeared on behalf of NRS Realty Group, LLC at trial herein; his address is in the care of the Law Office of John Holiday, 8275 S. Eastern Avenue, Suite 200, Las Vegas, Nevada 89123. Following trial in this matter, Michael C. Van, Esq. and Karl A. Shelton, Esq. appeared on behalf of Nancy Haack, one of the respondents herein; their address is in the care of Shumway Van, 8985 South Eastern Avenue, Suite 100, Las Vegas, Nevada 89123.
- 5. Indicate whether any attorney identified above in response to question 3 or 4 is not licensed to practice law in Nevada and, if so, whether the district court granted that attorney permission to appear under SCR 42 (attach a copy of any district court order granting such



permission): All attorneys referenced in the foregoing paragraph are licensed to practice law in the State of Nevada.

- 6. Indicate whether appellant was represented by appointed or retained counsel in the district court: Sean Evenden and Roger Ayala, appellants herein, were represented by retained counsel in the District Court, with said counsel being Patrick J. Sheehan, Esq.
- 7. Indicate whether appellant is represented by appointed or retained counsel on appeal: Sean Evenden and Roger Ayala, appellants herein, are represented by undersigned retained counsel, Maurice B. VerStandig, Esq., on appeal.
- 8. Indicate whether appellant was granted leave to proceed in forma pauperis, and the date of entry of the district court order granting such leave: Sean Evenden and Roger Ayala, appellants herein, neither sought nor were granted leave to proceed *in forma pauperis*.
- 9. Indicate the date the proceedings commenced in the district court (e.g., date complaint, indictment, information, or petition was filed): This matter commenced in the District Court on April 3, 2017.
- 10. Provide a brief description of the nature of the action and result in the district court, including the type of judgment or order being appealed and the relief granted by the district court: This matter concerns a dispute between individuals who, at least formerly, were joint owners of a Nevada real estate firm. The nature of this action in the District Court was Nancy Haack's claim for (i) breach of contract; (ii) breach of the implied covenant of good faith and fair dealing; (iii) breach of fiduciary duty; (iv) conversion; (v) indemnity; (vi) accounting; (vii) interference with prospective economic advantage; and (viii) usurpation of corporate opportunities, together with Sean Evenden and Roger Ayala's counterclaim for (a) breach of contract; (b) breach of the implied covenant of good faith and faith dealing; (c) tortious



interference with contract and prospective economic advantage; and (d) declaratory relief. This appeal is from the Decision & Order of the District Court, made following a multiday bench trial, in which judgment is awarded to Nancy Haack on her claims for (1) breach of the implied covenant of good faith and fair dealing; and (2) breach of fiduciary duty. The District Court ordered Roger Ayala and Sean Evenden to pay Nancy Haack various monies; the District Court also ordered Nancy Haack to designate three independent accountants, from whom Roger Ayala and Sean Evenden would select one, for purposes of providing an independent accounting of NRS Realty Group, LLC pursuant to which Sean Evenden and Roger Ayala shall pay Nancy Haack additional monies.

- 11. Indicate whether the case has previously been the subject of an appeal to or original writ proceeding in the Supreme Court and, if so, the caption and Supreme Court docket number of the prior proceeding: This matter has not been the subject of any previous appellate proceedings.
- 12. Indicate whether this appeal involves child custody or visitation: This appeal does not involve child custody or visitation.
- 13. If this is a civil case, indicate whether this appeal involves the possibility of settlement: This is a civil case, and while there is always a possibility of settlement in such matters, appellants Sean Evenden and Roger Ayala do not believe such to be realistic or likely *sub judice*.





1	DATED this 10th day of July, 2020 Respectfu	illy submitted,
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3	9	ce B. VerStandig 3. VerStandig, Esq.
4	4    Bar No. 1	5346
5		STANDIG LAW FIRM, LLC Horizon Ridge Pkwy, #665
6	6 Henderson	n, Nevada 89012
7		e: 301-444-4600 : 301-444-4600
8	Electronic	e Mail: mac@mbvesq.com
9	$\mathcal{D}(C_{-}, L_{-})$	Counsel for the ts/Counterclaimants
10	10	
11	11 CERTIFICATE OF S	SERVICE
12	12	
13	I hereby certify that on this 10th day of July, 20	020, I caused a true and correct copy of the
14	foregoing paper to be served on all counsel of record he	erein through this Honorable Court's
15	electronic filing system, in conformity with Nevada Ru	ale of Civil Procedure 5(b)(2)(E).
16		ee B. VerStandig
17	Maurice F	B. VerStandig, Esq.
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Electronically Filed 7/10/2020 10:14 AM Steven D. Grierson CLERK OF THE COURT

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Maurice VerStandig, Esq. (Bar No.: 15346)

THE VERSTANDIG LAW FIRM, LLC

1452 W. Horizon Ridge Pkwy, #665

Henderson, Nevada 89012

Telephone/Facsimile: (301)444-4600

Email: mac@mbvesq.com

Appellate Counsel for the Defendants/Counterclaimants

DISTRICT COURT CLARK COUNTY, NEVADA

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NANCY HAACK, an individual; and NRS REALTY GROUP, LLC, a Nevada Limited Liability Company, d/b/a LIFE REALTY

Plaintiffs,

v.

SEAN EVENDEN, an individual; ROGER AYALA, an individual; DOE Individuals I through X; and ROE CORPORATIONS and ORGANIZATIONS I through X, inclusive.

Defendants,

SEAN EVENDEN, an individual; ROGER AYALA, an individual; and NRS REALTY GROUP, LLC, a Nevada Limited Liability Company, d/b/a LIFE REALTY,

Counterclaimants,

NANCY HAACK, an individual,

Counter-defendant.

v.

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Case No.: A-17-753435-C

Department XXIII

Cost on Appeal Bond

Come now Sean Evenden and Roger Ayala, defendants and counterclaimants in the above-captioned matter, by and through undersigned counsel, and hereby give notice that of even date herewith they are causing to be sent to the clerk of this Honorable Court (i) a check in

COST ON APPEAL BOND - 1



the amount of Five Hundred Dollars and No Cents (\$500.00) as and for a cost on appeal bond, pursuant to Nevada Rule of Appellate Procedure 7(b); and (ii) a check in the amount of Two Hundred Fifty Dollars and No Cents (\$250.00) as and for the Supreme Court filing see set forth in Nevada Rule of Appellate Procedure 3(e). These monies are being tendered in addition to the filing fees charged by this Honorable Court and tendered of even date herewith through this Honorable Court's electronic filing system.

Respectfully submitted,

/s/ Maurice B. VerStandig
Maurice B. VerStandig, Esq.
Bar No. 15346
The VerStandig Law Firm, LLC
1452 W. Horizon Ridge Pkwy, #665
Henderson, Nevada 89012
Telephone: 301-444-4600
Facsimile: 301-444-4600
Electronic Mail: mac@mbvesq.com
Appellate Counsel for the
Defendants/Counterclaimants

#### **CERTIFICATE OF SERVICE**

I hereby certify that on this 10th day of July, 2020, I caused a true and correct copy of the foregoing paper to be served on all counsel of record herein through this Honorable Court's electronic filing system, in conformity with Nevada Rule of Civil Procedure 5(b)(2)(E).

/s/ Maurice B. VerStandig
Maurice B. VerStandig, Esq.



## **CASE SUMMARY** CASE NO. A-17-753435-C

Nancy Haack, Plaintiff(s) Sean Evenden, Defendant(s)

Location: Department 23 Judicial Officer: Miley, Stefany \$ \$ \$ \$ \$ Filed on: 04/03/2017

Case Number History:

Cross-Reference Case A753435

Number:

**CASE INFORMATION** 

**Statistical Closures** Case Type: Other Tort

06/17/2020 Judgment Reached (bench trial) Case 06/17/2020 Closed

Status:

DATE CASE ASSIGNMENT

**Current Case Assignment** 

A-17-753435-C Case Number Department 23 Court Date Assigned 04/06/2017 Judicial Officer Miley, Stefany

**PARTY INFORMATION** 

**Plaintiff** Haack, Nancy Shelton, Karl A.

Retained 702-478-7770(W)

NRS Realty Group LLC Van, Michael C.

Retained

702-478-7770(W)

**Defendant** Ayala, Roger Sheehan, Patrick J.

Retained

702-692-8011(W)

Sheehan, Patrick J. Evenden, Sean

Retained

702-692-8011(W)

**Counter Claimant** Sheehan, Patrick J. Ayala, Roger

Retained 702-692-8011(W)

Sheehan, Patrick J. Evenden, Sean

Retained 702-692-8011(W)

NRS Realty Group LLC Van, Michael C.

Retained

702-478-7770(W)

Shelton, Karl A. Counter Haack, Nancy **Defendant** Retained

702-478-7770(W)

DATE **EVENTS & ORDERS OF THE COURT INDEX** 

**EVENTS** 04/03/2017

Complaint 🔃

	CASE NO. A-17-/53435-C
	Filed By: Counter Defendant Haack, Nancy  Complaint
04/06/2017	Peremptory Challenge Filed by: Counter Defendant Haack, Nancy Peremptory Challenge of Judge
04/06/2017	Notice of Department Reassignment  Notice of Department Reassignment
04/12/2017	Affidavit of Service Filed By: Counter Defendant Haack, Nancy Affidavit of Service
04/12/2017	Affidavit of Service Filed By: Counter Defendant Haack, Nancy Affidavit of Service
04/26/2017	Motion to Dismiss  Filed By: Counter Claimant Evenden, Sean  Motion to Dismiss or Alternatively for Summary Judgment
04/27/2017	Initial Appearance Fee Disclosure Filed By: Counter Claimant Evenden, Sean Initial Appearance Fee Disclosure
05/03/2017	Affidavit of Service Filed By: Counter Defendant Haack, Nancy Affidavit of Service
05/03/2017	Affidavit of Service Filed By: Counter Defendant Haack, Nancy Affidavit of Service
05/25/2017	Opposition to Motion to Dismiss  Filed By: Counter Defendant Haack, Nancy  Plaintiffs' Opposition to Motion to Dismiss or Alternatively for Summary Judgment
06/06/2017	Reply in Support  Filed By: Counter Claimant Evenden, Sean  Reply in Support of Motion to Dismiss or Alternatively for Summary Judgment
06/13/2017	Notice of Rescheduling of Hearing  Notice of Rescheduling of Hearing
07/18/2017	Order Denying Motion  Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC  Order Denying Defendants' Motion to Dismiss or Alternatively Motion for Summary Judgment
07/21/2017	Notice of Entry of Order  Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC  Notice of Entry of Order
07/24/2017	

	CASE NO. A-17-753435-C	
	Stipulation and Order Stipulation and Order	
07/24/2017	Notice of Entry of Order  Notice of Entry of Order	
07/24/2017	Amended Complaint Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC First Amended Complaint	
08/14/2017	Answer and Counterclaim Filed By: Counter Claimant Evenden, Sean Defendant's Answer to First Amended Complaint and Counterclaim	
08/21/2017	Notice of Lis Pendens  Notice of Lis Pendens	
09/08/2017	Answer to Counterclaim  Answer to Defendants' Counterclaim	
10/02/2017	Joinder to Case Conference Report  Joint Case Conference	
10/18/2017	Motion for Appointment of Receiver  Plaintiffs' Motion for Appointment of a Receiver	
11/09/2017	Stipulation and Order Filed by: Counter Claimant Evenden, Sean Stipulation and Order to Extend Briefing Schedule	
11/09/2017	Notice of Entry of Stipulation and Order Filed By: Counter Claimant Evenden, Sean Notice of Entry of Stipulation and Order	
11/22/2017	Scheduling Order Scheduling Order	
12/12/2017	Opposition  Filed By: Counter Claimant Evenden, Sean  Defendants Opposition to Plaintiffs' Motion for Appointment of a Receiver	
12/27/2017	Order Setting Civil Bench Trial  Order Setting Civil Bench Trial	
12/29/2017	Notice of Change of Hearing	
01/18/2018	Reply in Support  Plaintiffs' Reply in Support of their Motion for Appointment of a Receiver	
02/08/2018	Decision and Order  Decision and Order	

	CASE NO. A-17-753435-C
02/13/2018	Notice of Entry of Order  Filed By: Counter Claimant Evenden, Sean  Notice of Entry of Order
03/16/2018	Recorders Transcript of Hearing  Transcript of Hearing: Plaintiff s Motion for Appointment of a Receiver January 23, 2018
03/27/2018	Substitution of Attorney Filed by: Counter Defendant Haack, Nancy Substitution of Attorneys.
03/27/2018	Notice of Substitution of Parties  Filed By: Counter Defendant Haack, Nancy  Notice of Substitution of Attorneys.
04/06/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Subpoena Duces Tecum to Custodian of Records for Lone Wolf Technologies.
04/06/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Subpoena Duces Tecum for Custodian of Records for ADP, LLC
04/06/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Subpoena Duces Tecum to Custodian of Records for JPMorgan Chase Bank
04/17/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Subpoena Duces Tecum - Vestar Green Valley, LLC.
04/20/2018	Motion to Extend Discovery  Filed By: Counter Defendant Haack, Nancy  Plaintiffs' Motion to Extend Time to Complete Discovery
04/26/2018	Opposition Filed By: Counter Claimant Evenden, Sean Defendant's Opposition to Plaintiffs' Motion to Extend Time to Complete Discovery (First Request)
05/01/2018	Subpoena Electronically Issued Filed by: Counter Defendant Haack, Nancy Subpoena - Nancy Chen.
05/01/2018	Subpoena Electronically Issued Filed by: Counter Defendant Haack, Nancy Subpoena - Keri Fowler.
05/01/2018	Subpoena Electronically Issued Filed by: Counter Defendant Haack, Nancy Subpoena - Kevin Ghafouria.
05/01/2018	Subpoena Electronically Issued Filed by: Counter Defendant Haack, Nancy

	CASE NO. A-17-753435-C
	Subpoena - Ryan Gibbs.
05/01/2018	Subpoena Electronically Issued Filed by: Counter Defendant Haack, Nancy Subpoena - Michael Rebarchick.
05/01/2018	Subpoena Electronically Issued  Subpoena - Sallee Miller.
05/01/2018	Subpoena Electronically Issued Filed by: Counter Defendant Haack, Nancy Subpoena - Sandra Palma.
05/01/2018	Subpoena Electronically Issued Filed by: Counter Defendant Haack, Nancy Subpoena - Mary Carmen Ruiz.
05/01/2018	Subpoena Electronically Issued Filed by: Counter Defendant Haack, Nancy Subpoena - Corey Toushin.
05/02/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Corey Toushin.
05/02/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Mary Carmen Ruiz.
05/02/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Sandra Palma.
05/02/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Sallee Miller.
05/02/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Michael Ribarchick.
05/02/2018	Order Shortening Time Filed By: Counter Defendant Haack, Nancy Order Shortening Time.
05/07/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Jessica Johnson.
05/09/2018	Reply in Support  Filed By: Counter Defendant Haack, Nancy  Plaintiffs' Reply in Support to Motion to Extend Time to Complete Discovery. (First Request).
05/10/2018	

	CASE NO. A-17-753435-C
	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Kevin Ghafouria.
05/10/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Jessica Johnson.
05/10/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Keri Fowler.
05/10/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Ryan Gibbs.
05/10/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Nancy Chen.
05/17/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate Deposition of Sean Evenden
05/17/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate Deposition of Kevin Ghafouria
05/17/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate Deposition of Keri Fowler
05/17/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate Deposition of Nancy Chen
05/17/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate Deposition of Jessica Johnson
05/17/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate Deposition of Roger Ayala
05/22/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate Deposition of Mary Carmen Ruiz.
05/23/2018	Second Amended Complaint Filed By: Counter Defendant Haack, Nancy Plaintiffs' Second Amended Complaint.
05/25/2018	Order Setting Civil Bench Trial  Order Re-Setting Civil Bench Trial

05/31/2018	Order Filed By: Counter Defendant Haack, Nancy Order Granting Plaintiffs' Motion to Extend Time and Complete Discovery, (First Request).
06/01/2018	Notice of Entry of Order  Filed By: Counter Defendant Haack, Nancy  Notice of Entry of Order.
06/14/2018	Stipulation and Order to Extend Discovery Deadlines  Filed By: Counter Defendant Haack, Nancy  Stipulation and Order to Extend Discovery Deadlines (Second Request).
06/18/2018	Answer Filed By: Counter Claimant Evenden, Sean Defendants Answer to Second Amended Complaint and First Amended Counterclaim
07/11/2018	Answer to Counterclaim  Filed By: Counter Defendant Haack, Nancy  Plaintiff/Counterdefendant, Nancy Hack's Answer to Defendants' First Amended  Counterclaim.
07/11/2018	Motion to Strike Filed By: Counter Defendant Haack, Nancy Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim.
07/20/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate the Deposition of Kevin Ghafouria
07/20/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate the Deposition of Nancy Chen
07/23/2018	Notice of Hearing Filed By: Counter Defendant Haack, Nancy Notice of Hearing.
08/07/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena Duces Tecum to Custodian of Records for JPMorgan Chase Bank.
08/07/2018	Notice Filed By: Counter Defendant Haack, Nancy Notice of Issuance of Subpoena to Testify at a Deposition in a Civil Action for Jennifer K. Garcia.
08/17/2018	Notice to Vacate Deposition  Filed by: Counter Defendant Haack, Nancy  Notice to Vacate Deposition of Jessica Johnson.
09/10/2018	Opposition Filed By: Counter Claimant Evenden, Sean

## CASE SUMMARY

CASE NO. A-17-753435-C

Defendants Opposition to Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim or Alternatively a Countermotion for Leave to Amend 09/13/2018 Matement Statement Filed by: Counter Defendant Haack, Nancy Plaintiffs' Omnibus Statement of Undisputed Facts In Support of Motions for Summary 09/13/2018 Motion for Partial Summary Judgment Filed By: Counter Defendant Haack, Nancy Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims 09/13/2018 Motion for Partial Summary Judgment Filed By: Counter Defendant Haack, Nancy Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims 09/13/2018 Declaration Filed By: Counter Defendant Haack, Nancy Declaration of Karl A. Shelton, Esq., Regarding Plaintiffs Omnibus Appendix of Exhibits to Oppositions to Motions for Summary Judgment. 09/13/2018 Appendix Filed By: Counter Defendant Haack, Nancy Omnibus Appendix of Exhibits to Plaintiffs' Motions for Partial Summary Judgment. 09/13/2018 **Exhibits** Filed By: Counter Defendant Haack, Nancy Exhibits 1-23. 09/13/2018 Exhibits Filed By: Counter Defendant Haack, Nancy Exhibits 24-49. 09/19/2018 Reply in Support Filed By: Counter Defendant Haack, Nancy Plaintiffs' Reply in Support of Their Motion to Strike Claims in Defendants' First Amended Counterclaim 09/20/2018 Notice of Hearing Filed By: Counter Defendant Haack, Nancy Notice of Hearing on Motions. 09/20/2018 Certificate of Service Filed by: Counter Defendant Haack, Nancy Certificate of Service. 10/08/2018 Mark Opposition Filed By: Counter Claimant Evenden, Sean Defendants (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims and (3) Defendant's Countermotion for Summary Judgment in its Favor on All Claims 10/25/2018 Reply in Support Filed By: Counter Defendant Haack, Nancy

	CASE NO. A-17-753455-C
	Plaintiffs' Reply in Support of Motions for Partial Summary Judgment and Opposition to Defendants' Countermotion For Summary Judgment.
10/30/2018	Reply in Support  Filed By: Counter Claimant Evenden, Sean  Defendants Reply in Support of Countermotion for Summary Judgment in its Favor on All  Claims
10/31/2018	Joint Pre-Trial Memorandum  Filed By: Counter Defendant Haack, Nancy  Joint Pre-Trial Memorandum
11/09/2018	Stipulation and Order Filed by: Counter Claimant Evenden, Sean Stipulation and Order to File Second Amended Counterclaim
11/09/2018	Counterclaim  Filed By: Counter Claimant Evenden, Sean  Defendants Second Amended Counterclaim
12/14/2018	Amended Order Setting Civil Non-Jury Trial  Amended Order Setting Civil Non-Jury Trial
12/17/2018	Decision and Order  Decision and Order
12/27/2018	Recorders Transcript of Hearing  Transcript Re: All Pending MotionsCalendar Call November 6, 2018
02/19/2019	Notice of Rescheduling  Notice Resetting Hearing
02/21/2019	Notice Notice of Scheduling Settlement Conference
04/04/2019	Notice of Rescheduling of Hearing  Notice of Rescheduling Hearing
04/09/2019	Notice of Hearing  Notice of Hearing
04/15/2019	Notice of Hearing  Amended Notice of Hearing
04/18/2019	Amended Order Setting Civil Non-Jury Trial  Amended Order Setting Civil Non-Jury Trial
05/14/2019	Ex Parte  Filed By: Counter Defendant Haack, Nancy  Plaintiffs' Ex Parte Application for a Temporary Restraining Order and Motion for  Preliminary Injunction on an Order Shortening Time.
05/16/2019	Order Granting

	CASE NO. A-17-753435-C
	Filed By: Counter Defendant Haack, Nancy Order Granting Temporary Restraining Order and Setting Hearing on Motion got Preliminary Injunction
05/17/2019	Notice of Entry of Order  Filed By: Counter Defendant Haack, Nancy  Notice of Entry of Order
06/04/2019	Stipulation and Order Filed by: Counter Claimant Evenden, Sean Stipulation and Order
06/04/2019	Notice of Entry of Stipulation and Order Filed By: Counter Claimant Evenden, Sean Notice of Entry of Stipulation and Order
06/10/2019	Notice of Rescheduling  Notice of Rescheduling
07/08/2019	Order Setting Civil Bench Trial  Order Re-Setting Firm Civil Bench Trial
09/03/2019	Motion to Withdraw As Counsel Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC Shumway Van's Motion to Withdraw As Counsel for Nancy Haack and NRS Realty Group, LLC
09/04/2019	Opposition  Filed By: Counter Defendant Haack, Nancy  Opposition to Withdraw From Case as Attorney of Record
09/04/2019	Clerk's Notice of Hearing  Clerk's Notice of Hearing
09/06/2019	Ex Parte Application Party: Counter Defendant Haack, Nancy Ex-Parte Application for an Order Shortening Time re: Shumway Van's Motion to Withdraw as Counsel for Nancy Haack and NRS Realty Group, LLC
09/06/2019	Order Shortening Time Filed By: Counter Defendant Haack, Nancy Order Shortening Time
09/09/2019	Receipt of Copy Filed by: Counter Defendant Haack, Nancy Receipt of Copy of Order Shortening Time & Ex-Parte Application for an Order Shortening Time
09/09/2019	Proof of Service Filed by: Counter Defendant Haack, Nancy Proof of Service of Order Shortening Time to Nancy Haack
09/17/2019	Notice of Attorney Lien  Notice of Attorney Lien

09/18/2019	Order Granting  Order Granting Motion to Withdraw as Counsel of Record for Nancy Haack and NRS Realty  Group, LLC
09/18/2019	Notice of Entry of Stipulation and Order  Notice of Entry of Order Granting Motion to Withdraw as Counsel of Record for Nancy Haack and NRS Realty Group, LLC
10/04/2019	Notice of Appearance Party: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC Notice of Appearance
11/15/2019	Trial Brief Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger Trial Brief
11/17/2019	Motion to Strike  Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC  Motion to Strike Defendants' Trial Brief for Including Deposition Transcript as Direct  Evidence
11/18/2019	Clerk's Notice of Hearing  Notice of Hearing
12/04/2019	Opposition to Motion Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger Opposition to Motion to Strike Defendants' Trial Brief
12/20/2019	Order  Order Re-Setting Firm Civil Bench Trial
01/03/2020	Motion in Limine Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC Motion in Limine for Admission of Regular Business Records/Accounting Records Supplemented After the Date of Discovery and for the Admission of Other Relevant Evidence Arising After the Close of Discovery
01/06/2020	Clerk's Notice of Nonconforming Document  Clerk's Notice of Nonconforming Document
01/06/2020	Motion for Order to Show Cause  Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC  Motion for Order to Show Cause why Sean Evenden and Roger Ayala Should Not Be Held in  Contempt and to Compel Defendants to Make Mandatory Supplemental Disclosures Pursuant  to NRCP 26(e)(1)
01/07/2020	Clerk's Notice of Hearing  Notice of Hearing
01/07/2020	Order to Show Cause  Filed by: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC  Motion for an Order to Show Cause why Sean Evenden and Roger Ayala Should Not Be Held in Contempt and to Compel Defendants to Make Mandatory Supplemental Disclosures  Pursuant to NRCP 26(e)(1)

01/13/2020	Opposition to Motion  Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger  Defendants Opposition to Motion for an Order to Show Cause Why Sean Evenden and Roger  Ayala Should Not be Held in Contempt and to Compel Defendants to Make Mandatory  Supplemental Disclosures Pursuant to NRCP 26(e)(1) and Countermotion for Sanctions  Against Plaintiff's Counsel, John Holiday
01/13/2020	Reply to Opposition  Filed by: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC  Reply to Defendant's Opposition to Motion for an Order to Show Cause Why Sean Evenden  and Roger Ayala SHould Not be Held in Contempt and to Compel Defendants to Make  Mandatory Supplemental Disclosures Pursuant to NRCP 26(E)(1) and Opposition to  Countermotion for Sanctions Against Plaintiff's Counsel, John Holiday
01/14/2020	Clerk's Notice of Hearing  Notice of Hearing
01/14/2020	Notice of Change of Hearing  Notice of Vacating Hearing
01/16/2020	Motion Filed By: Counter Defendant Haack, Nancy Motion for Plaintiff to Act as Pro Se Litigant
01/16/2020	Recorders Transcript of Hearing  Recorder s Transcript of Proceedings: Show Cause Hearing, January 14, 2020
01/17/2020	Opposition to Motion in Limine  Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger  Defendants Opposition to Motion in Limine for Admission of Regular Business  Records/Accounting Records Supplemented After the Date of Discovery and for the Admission  of Other Relevant Evidence Arising After the Close of Discovery and Countermotion in Limine to Preclude the Same
01/17/2020	Proof of Service Filed by: Counter Defendant Haack, Nancy Party Served: Counter Claimant Evenden, Sean Proof of Service
01/21/2020	Document Filed Filed by: Counter Defendant Haack, Nancy Submission of Evidence as Attached
01/27/2020	Order Denying Motion  Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger  Order Denying Motion to Strike Defendants' Trial Brief
01/27/2020	Order Denying Motion  Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger  Order Denying Motion for Order to Show Cause Why Sean Evenden and Roger Ayala Should  Not Be Held in Contempt and to Compel Defendants to Make Mandatory Supplemental  Disclosures Pursuant to NRCP 26(e)(1)
01/28/2020	Notice of Entry of Order Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger

	CASE NO. A-17-753435-C
	Notice of Entry of Order
01/28/2020	Notice of Entry of Order Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger Notice of Entry of Order
01/29/2020	Opposition  Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger  Defendants Opposition to Motion for Plaintiff to Act as Pro Se Litigant, for Trial in the Above  Case Starting February 18, 2020
01/30/2020	Motion Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC Ex Parte Motion to Have Motion in Limine Heard at Calendar Call on February 4, 2020
01/31/2020	Clerk's Notice of Hearing  Notice of Hearing
01/31/2020	Notice of Rescheduling  Notice of Rescheduling
01/31/2020	Notice of Rescheduling  Amended Notice of Rescheduling of Hearing
01/31/2020	Reply to Opposition  Filed by: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC  Reply To Defendants' Opposition To Plaintiffs' Motion In Limine
02/18/2020	Trial Brief Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC Plaintiffs' Trial Brief
02/21/2020	Brief Filed By: Counter Claimant NRS Realty Group LLC Supplemental Brief on Issue of Admittance of Deposition of Gary Schnitzer in Lieu of Live Testimony
02/21/2020	Motion Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC Trial Motion Pursuant to NRCP 19(B) for Failure to Join a Necessary Party
03/21/2020	Brief Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC Plaintiff's Closing Arguments
03/23/2020	Trial Brief Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger Trial Brief
03/25/2020	Motion to Strike Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger Motion To Strike Nancy Haack s Trial/Reply Brief And Request The Court Not Read The Same
03/25/2020	

	CASE 110. A-17-733433-C
	Clerk's Notice of Hearing  Notice of Hearing
03/27/2020	Order Shortening Time Order Shortening Time
03/31/2020	Reply in Support  Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger  Reply in Support of Motion to Strike Nancy Haack's Trial/Reply Brief and Request the Court  Not Read the Same
06/05/2020	Motion  Motion for A Court Order to A) Remove Liability to Haack for The Taxes Filed for NRS Realty Group, LLC, and B) Remove Further Access to Taxes, Bank Accounts, and Accounting by Defendants
06/05/2020	Accounting Attachments 1- 7
06/05/2020	Order Shortening Time  Motion for Order Shortening Time
06/17/2020	Opposition to Motion  Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger  Opposition to Motion for a Court Order to A) Remove Liability to Haack for the Taxes Filed  for NRS Realty Group, LLC and B) Remove Further Access to Taxes, Bank Accounts and  Accounting by Defendants
06/17/2020	Decision and Order  Decision and Order
06/23/2020	Substitution of Attorney Filed by: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC Substitution of Attorneys
06/24/2020	Memorandum of Costs and Disbursements  Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC  Plaintiff's Nancy Haack and NRS Realty Group, LLC's Memorandum of Costs and  Disbursements
07/08/2020	Motion for Attorney Fees and Costs  Filed By: Counter Defendant Haack, Nancy; Counter Claimant NRS Realty Group LLC  Plaintiffs Nancy Haack and NRS Realty Group, LLC's Motion for Attorney Fees and Costs
07/09/2020	Notice of Entry of Decision and Order Filed By: Counter Defendant Haack, Nancy Notice of Entry of Order
07/10/2020	Notice of Appeal Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger Notice of Appeal
07/10/2020	Case Appeal Statement Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger

# CASE SUMMARY CASE NO. A-17-753435-C

Case Appeal Statement

07/10/2020

🔁 Cost on Appeal Bond

Filed By: Counter Claimant Evenden, Sean; Counter Claimant Ayala, Roger

Cost on Appeal Bond

07/10/2020

Clerk's Notice of Nonconforming Document

Clerk's Notice of Nonconforming Document

#### **DISPOSITIONS**

06/17/2020

Order (Judicial Officer: Miley, Stefany)

Debtors: Sean Evenden (Defendant), Roger Ayala (Defendant)

Creditors: Nancy Haack (Plaintiff)

Judgment: 06/17/2020, Docketed: 06/18/2020

Comment: Certain Claims

#### **HEARINGS**

06/20/2017

Motion to Dismiss (9:30 AM) (Judicial Officer: Miley, Stefany)

Defendants' Motion to Dismiss or Alternatively for Summary Judgment

Denied Without Prejudice; Defendants' Motion to Dismiss or Alternatively for Summary Judgment

Journal Entry Details:

Argument by Mr. Sheehan stating a new company had not been formed and believed allegations to be false. Argument by Mr. Simpson advising an individual could not do business without being with a broker. Further argument by Mr. Sheehan. COURT ORDERED, motion DENIED WITHOUT PREJUDICE as it finds there to be genuine issues of material fact. Mr. Simpson to prepare the Order and provide to opposing counsel for review prior to submitting to the Court for signature.;

01/23/2018

Motion for Appointment of Receiver (9:30 AM) (Judicial Officer: Miley, Stefany)

Plaintiff's Motion for Appointment of a Receiver Decision Pending; Plaintiff's Motion for Appointment of a Receiver

Journal Entry Details:

Court pointed out parties had different versions. Argument by Mr. Simpson noting business dispute. Court stated it had not seen what issue Plaintiff had with Defendants. Clarification made by Mr. Simpson. Upon Court's inquiry, Mr. Simpson advised Plaintiff and her spouse were put on the lease. Court asked why Plaintiffs wanted a receiver. Argument by Mr. Simpson. Argument by Mr. Sheehan noting that not only does the Plaintiffs want a receiver, they want a dissolution and referred to page two of their Opposition. Court inquired where the proof would be found. Additional argument by Mr. Simpson. Mr. Sheehan noted they are still business. Court it would re-review the exhibits and render a decision via an order.;

05/15/2018

Motion to Extend Discovery (9:30 AM) (Judicial Officer: Miley, Stefany)

Plaintiffs' Motion to Extend Time to Complete Discovery

Motion Granted; Plaintiffs' Motion to Extend Time to Complete Discovery Journal Entry Details:

Argument by Mr. Sheehan. Court noted case should be heard on the merits and stated case should be fully flushed out before trial. Colloquy regarding discovery deadlines. Mr. Sheehan stipulated to debt relief. COURT ORDERED, motion GRANTED. FURTHER, trial date VACATED and RESET. Mr. Shelton advised there had been an allegation of misappropriations of funds and believed an expert might be needed. Mr. Shelton to prepare the Order and provide to opposing counsel for review prior to submitting to the Court for signature. JEA to prepare Amended Trial Scheduling Order. Discovery deadlines are as follows: Amended Pleadings regarding Debt Relief is due on or by May 23, 2018; Witness Disclosures are due on or by June 15, 2018; Rebuttal Disclosures are due on or by July 15, 2018; Close of Discovery is August 14, 2018; and Dispositive Motions are due on or by September 13, 2018. 11-06-18 11:00 AM CALENDAR CALL 11-13-18 1:00 PM BENCH TRIAL;

08/28/2018

CANCELED Calendar Call (11:00 AM) (Judicial Officer: Miley, Stefany)

	CASE NO. A-17-753435-C
	Vacated
09/04/2018	CANCELED Bench Trial (1:00 PM) (Judicial Officer: Miley, Stefany) Vacated
09/25/2018	Motion to Strike (9:30 AM) (Judicial Officer: Miley, Stefany)  109/25/2018, 11/06/2018, 12/11/2018, 01/31/2019  Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Matter Continued, Plaintiffs' Motion to Strike Claims in Defendants' First Amended  Counterclaim  Continued for Chambers Decision; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Vacate - Moot; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Journal Entry Details:  Per the Stipulation of Counsel for both parties filed on November 9, 2019, Plaintiffs Motion to Strike Claims in Defendants First Amended Counterclaim is moot. All future hearings related to this motion will be VACATED.;  Matter Continued, Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Continued for Chambers Decision;  Continued for Chambers Decision; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Wacate - Moot; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Matter Continued, Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim Continued for Chambers Decision;  Continued for Chambers Decision;  Continued for Chambers Decision; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Wacate - Moot; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Matter Continued, Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Matter Continued, Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Matter Continued, Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Matter Continued for Chambers Decision; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim  Journal Entry Details:  Court stated it received an Opposition and noted leave is usually given freely. Argument by Mr. Shelton noting the Defendants want to modify this Court's scheduling
11/06/2018	Calendar Call (9:30 AM) (Judicial Officer: Miley, Stefany)  Matter Heard;
11/06/2018	Motion for Partial Summary Judgment (9:30 AM) (Judicial Officer: Miley, Stefany) 11/06/2018, 12/11/2018  Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims Continued for Chambers Decision; See Written Decision Dated 12/17/18 Motion Denied; Continued for Chambers Decision; See Written Decision Dated 12/17/18 Motion Denied;
11/06/2018	Motion for Partial Summary Judgment (9:30 AM) (Judicial Officer: Miley, Stefany)

# CASE SUMMARY CASE NO. A-17-753435-C

#### 11/06/2018, 12/11/2018

Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims

Continued for Chambers Decision;

See Written Decision Dated 12/17/18

Motion Denied;

Continued for Chambers Decision:

See Written Decision Dated 12/17/18

Motion Denied;

#### 11/06/2018

## Opposition and Countermotion (9:30 AM) (Judicial Officer: Miley, Stefany) 11/06/2018, 12/11/2018

Defendants' (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Claims and (3) Defendants' Countermotion for Summary Judgment in its Favor on All Claims

Continued for Chambers Decision;

See Written Decision Dated 12/17/18

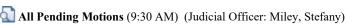
Denied;

Continued for Chambers Decision:

See Written Decision Dated 12/17/18

Denied;

#### 11/06/2018



Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims; Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims; Defendants' (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Claims and (3) Defendants' Countermotion for Summary Judgment in its Favor on All Claims; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim; Calendar Call Continued for Chambers Decision; Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims; Plaintiffs' Motion for Partial Summary Judgment as to Defendants' (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Claims and (3) Defendants' Countermotion for Summary Judgment in its Favor on All Claims; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim; Calendar Call

Journal Entry Details:

As to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims: Argument by Mr. Shelton regarding operating agreement and indemnification. Counsel further argued regarding entitlement to attorney fees, stated funds needed to returned and believed there to be a breach of operating agreement. Court believed there to be genuine issue of material fact as Defendant stated she agreed to this in her deposition. Additional argument by Mr. Shelton. Court stated the more counsel argued the more it believed there to be genuine issue of material fact. As to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims: Argument by Mr. Shelton stating they did not believe Defendants could show original lease that the Plaintiff was guarantor. Court noted tortuous inference being in Counter Claim. Further argument by Mr. Shelton. Mr. Sheehan provided another set of exhibits with attachments reflecting Plaintiff not being forced out, pointed out Plaintiff was given \$65,000.00 for doing nothing and noted Plaintiff stated she did not want to be with the company. Mr. Sheehan noted Plaintiff suffered no damages as she quit the company which is the reason she is not on the bank account. Additional argument by Mr. Shelton. Court advised it wanted to review Plaintiff's entire deposition. Mr. Shelton continued to argue regarding damages. Court advised it will review deposition and believed no further testimony was needed. Mr. Shelton advised the time frames were not clear in the deposition. COURT ORDERED, motions CONTINUED to Chamber Calendar and written decision will issue. At the request of parties, Court will address the Calendar Call and Trial setting in said decision. 12-11-18 3:00 AM (CHAMBERS) Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims; Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims; Defendants' (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Claims and (3) Defendants' Countermotion for Summary Judgment in its Favor on All Claims; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim;

11/06/2018

CANCELED All Pending Motions (9:30 AM) (Judicial Officer: Miley, Stefany)

## CASE SUMMARY CASE NO. A-17-753435-C

Vacated - Duplicate Entry

Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims;

11/13/2018

CANCELED Bench Trial (1:00 PM) (Judicial Officer: Miley, Stefany) Vacated

12/11/2018

All Pending Motions (3:00 AM) (Judicial Officer: Miley, Stefany)

Motion for Partial Summary Judgment as to Plaintiffs Claims; Defendants' (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Claims and (3) Defendants' Countermotion for Summary Judgment in its Favor on All Claims; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim Decision Made; Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims; Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims; Defendants' (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Claims and (3) Defendants' Countermotion for Summary Judgment in its Favor on All Claims; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim Journal Entry Details:

Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims; Plaintiffs'

Pursuant to Decision and Order filed December 17, 2018, COURT ORDERED, Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims is DENIED; Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims is DENIED; Defendants' Countermotion for Summary Judgment in its Favor on All Claims is DENIED; and Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim is CONTINUED to January 31, 2019 Chamber Calendar. FURTHER, Calendar Call and Trial date are RESET. 04-09-19 11:00 AM CALENDAR CALL 04-15-19 1:00 PM TRIAL BY JURY CLERK'S NOTE: Court Clerk spoke with Law Clerk regarding the ruling as to Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim and noted matter had not been addressed in the Decision and Order. Matter was then placed on the Court's chamber calendar for decision. 01/02/19 kls;

02/26/2019

CANCELED Settlement Conference (9:00 AM)

Vacated

03/19/2019

CANCELED Motion to Strike (9:30 AM) (Judicial Officer: Miley, Stefany)

Vacated

03/19/2019

CANCELED Motion to Strike (9:30 AM) (Judicial Officer: Miley, Stefany) Vacated

04/08/2019

Calendar Call (10:30 AM) (Judicial Officer: Bonaventure, Joseph T.)

Trial Date Set;

Journal Entry Details:

Parties announced ready for trial and noted trial length of 3-4 days, COURT ORDERED, trial date VACATED and RESCHEDULED within current stack. 05-13-19 1:00 PM BENCH TRIAL;

04/16/2019

Status Check (9:30 AM) (Judicial Officer: Bixler, James) Status Check Re: Trial Readiness

Trial Date Set; Status Check Re: Trial Readiness

Journal Entry Details:

Mr. Van advised they were not ready for trial, noted Mr. Shelton did not have his schedule when trial was previously scheduled and stated he would be at the Federal Bar Conference. Opposition by Mr. Sheehan, stated they are ready to proceed and pointed out Plaintiff's counsel chose this trial date. Argument by Mr. Van. Colloquy regarding trial schedules. COURT ORDERED, trial date VACATED and RESET. Parties advised trial length of three days. 06-18-19 11:00 AM CALENDAR CALL 07-17-19 1:00 PM BENCH TRIAL;

05/13/2019

CANCELED Bench Trial (1:00 PM) (Judicial Officer: Miley, Stefany) Vacated

# CASE SUMMARY CASE NO. A-17-753435-C

06/11/2019 Calendar Call (11:00 AM) (Judicial Officer: Miley, Stefany)

Matter Heard;

Journal Entry Details:

Mr. Van stated they were unsure whether they could complete trial in three days. Court noted it is a bench trial which they can move accordingly and ORDERED, trial date STANDS.;

07/02/2019 Status Check (9:30 AM) (Judicial Officer: Miley, Stefany)

Status Check: Resetting of Bench Trial

Trial Date Set; Status Check: Resetting of Bench Trial

Journal Entry Details:

Court noted Senior Judge Bixler set this case for trial without knowing this Court's schedule and the case currently set for trial is older. Argument by Mr. Sheehan. Argument by Mr. Van. Court pointed out it could not do two trials at the same time and ORDERED, matter SET for trial. At the request of the parties, trial will be a FIRM setting. Trial length of 5 days. 11-05-19 11:00 AM CALENDAR CALL 11-18-19 1:00 PM BENCH TRIAL - FIRM;

09/10/2019 Motion to Withdraw as Counsel (9:00 AM) (Judicial Officer: Miley, Stefany)

Shumway Van's Motion to Withdraw as Counsel for Nancy Haack and NRS Realty Group, LLC Motion Granted; Shumway Van's Motion to Withdraw as Counsel for Nancy Haack and NRS Realty Group, LLC

Journal Entry Details:

Upon Court's inquiry, Pltf. Haack advised she has not made arrangements for new counsel. Court noted the corporation has to be represented by counsel. Ms. Haack stated she has offered all of them my sales, they want me to settle, do not want to settle and wants to go to trial. Court advised Pltf. Haack NRS Realty Group, LLC, needs counsel. Additional statement by Pltf. Haack. MATTER TRAILED. MATTER RECALLED: Mr. Shelton, present. Mr. Sheehan advised he has no opposition to motion. Mr. Shelton indicated counsel is seeking to withdraw. COURT ORDERED, motion GRANTED. Statement by Pltf. Haack. Mr. Sheehan stated he does not want trial continued. FURTHER ORDERED, matter SET for status check. 10/8/19 9:30 AM STATUS CHECK: COUNSEL FOR NRS REALTY GROUP, LLC;

10/08/2019 Status Check (9:30 AM) (Judicial Officer: Miley, Stefany)

Status Check: Counsel for NRS Realty Group, LLC

Matter Heard; Status Check: Counsel for NRS Realty Group, LLC

Journal Entry Details:

Mr. John Holiday present on behalf of Plaintiffs. COURT ORDERED, trial date STANDS.;

11/05/2019 Calendar Call (11:00 AM) (Judicial Officer: Bonaventure, Joseph T.)

Matter Heard;

Journal Entry Details:

Parties announced ready for trial. Colloquy regarding pre-trial briefs and exhibits. COURT ORDERED, trial date STANDS.;

Off Calendar;

Journal Entry Details:

Due to Court emergency, COURT ORDERED, trial OFF CALENDAR and is to be RESET. 11-25-19 9:30 AM STATUS CHECK: RESET TRIAL DATE;

11/25/2019 Status Check (10:30 AM) (Judicial Officer: Bonaventure, Joseph T.)

Status Check Re: Reset Trial Date

Trial Date Set; Status Check Re: Reset Trial Date

Journal Entry Details:

Argument by Mr. Holiday. Statement by Plaintiff. Court directed Plaintiff to file motion, stated it understands the predicament, however, the Court has other cases to hear and ORDERED, matter SET for trial. 02-04-20 11:00 AM CALENDAR CALL 02-18-20 1:00 PM BENCH

#### PAGE 19 OF 22

# CASE SUMMARY CASE NO. A-17-753435-C

TRIAL - FIRM; 12/23/2019 Motion to Strike (10:30 AM) (Judicial Officer: Bonaventure, Joseph T.) Plaintiff Motion to Strike Defendants' Trial Brief Denied: Journal Entry Details: Argument by Mr. Holiday. Court noted parties could still have a bench trial and believed there to be enough time for a new trial to be submitted. Argument by Mr. Sheehan noting nothing in the trial brief consists of evidence, only what the evidence will show. COURT ORDERED, motion DENIED.; 01/14/2020 Motion for Order to Show Cause (9:30 AM) (Judicial Officer: Miley, Stefany) Motion for Order to Show Cause why Sean Evenden and Roger Ayala Should Not Be Held in Contempt and to Compel Defendants to Make Mandatory Supplemental Disclosures Pursuant to NRCP 26(e)(1) Denied; 01/14/2020 Show Cause Hearing (9:30 AM) (Judicial Officer: Miley, Stefany) Matter Heard; 01/14/2020 All Pending Motions (9:30 AM) (Judicial Officer: Miley, Stefany) Show Cause Hearing; Motion for Order to Show Cause why Sean Evenden and Roger Ayala Should Not Be Held in Contempt and to Compel Defendants to Make Mandatory Supplemental Disclosures Pursuant to NRCP 26(e)(1) Motion Denied; Show Cause Hearing; Motion for Order to Show Cause why Sean Evenden and Roger Ayala Should Not Be Held in Contempt and to Compel Defendants to Make Mandatory Supplemental Disclosures Pursuant to NRCP 26(e)(1) Journal Entry Details: Court stated the two biggest concerns: Discovery and Plaintiff's counsel making himself a witness which would effect representing the Plaintiffs. Argument by Mr. Holiday. Statement by the Court reiterating its concerns. Further argument by Mr. Holiday regarding Defendants paying fees for alter ego business and requested amendment of the order so they can access financial. Court reiterated it goes back to counsel becoming a percipient witness, Mr. Holiday stated they had an expert. Argument by Mr. Sheehan. Argument by Mr. Holiday. Court pointed out discovery is long been closed. Further argument by Mr. Holiday. Statement by the Court. Additional argument by Mr. Holiday. Court stated counsel does not see the ethical issues, admonished counsel stating he is treading/or violated ethical obligation and reiterated discovery deadlines are closed. Continued argument by Mr. Holiday. Further argument by Mr. Sheehan. COURT ORDERED, Motion for Show Cause is DENIED. Mr. Holiday demanded defense's invoices. Court directed counsel to follow the rules and to review 16.1. Argument by Mr. Holiday. Court admonished Plaintiff's counsel and directed counsel to leave the court room. Mr. Sheehan to prepare the order and provide to opposing counsel for review prior to submitting to the Court for signature.; 02/04/2020 CANCELED All Pending Motions (9:30 AM) (Judicial Officer: Miley, Stefany) Vacated - Set in Error Calendar Call; Status Check Re: Plaintiff's Counsel; Ex Parte Motion to Have Motion in Limine Heard at Calendar Call on February 4, 2020 Calendar Call (11:00 AM) (Judicial Officer: Miley, Stefany) 02/04/2020 Matter Heard; 02/04/2020 Status Check (11:00 AM) (Judicial Officer: Miley, Stefany) STATUS CHECK RE: PLAINTIFF'S COUNSEL Matter Heard: 02/04/2020 **Motion** (11:00 AM) (Judicial Officer: Miley, Stefany) Ex Parte Motion to Have Motion in Limine Heard at Calendar Call on February 4, 2020 Granted; 02/04/2020 All Pending Motions (11:00 AM) (Judicial Officer: Miley, Stefany)

# CASE SUMMARY CASE NO. A-17-753435-C

Calendar Call; Status Check Re: Plaintiff's Counsel; Ex Parte Motion to Have Motion in Limine Heard at Calendar Call on February 4, 2020

Decision Made; Calendar Call; Status Check Re: Plaintiff's Counsel; Ex Parte Motion to Have Motion in Limine Heard at Calendar Call on February 4, 2020

Journal Entry Details:

Court inquired of last supplemental prior to close of discovery. Argument by Mr. Sheehan. Argument by Mr. Holiday noting he would not be going into settlement negotiations. COURT ORDERED, Motion in Limine GRANTED. Mr. Sheehan noted Ms. Haack is wanting to represent herself and stated Mr. Holiday is not to intercede on her behalf nor argue on her behalf. Court so agreed. COURT ORDERED, trial date STANDS. Court Clerk advised exhibits are to be submitted no later than February 13, 2020. Exhibit Guidelines provided in open court.:

02/18/2020

Bench Trial - FIRM (1:00 PM) (Judicial Officer: Miley, Stefany) 02/18/2020-02/21/2020

Trial Continues:

Trial Continues:

Trial Continues;

Continued for Chambers Decision;

Journal Entry Details:

Testimony and exhibits presented. (See worksheets) Mr. Sheehan placed call to Mr. Schnitzer's assistant, stating Mr. Schnitzer was in Argentina and would not return to the office until March 3, 2020 on the record. Argument by Mr. Holiday regarding diligence. Court noted Rule 32, stated there was confirmation that Mr. Schnitzer would be out of the country and stated parties may use deposition. Arguments by counsel. Testimony and exhibits presented. (See worksheets) Back on the Record. Testimony and exhibits presented. (See worksheets) Arguments by counsel. Testimony and exhibits presented. (See worksheets) Parties to submit Trial Briefs by March 20, 2020. Court advised a written decision will be issued. 05-21-20 3:00 A.M. (CHAMBERS) DECISION RE: BENCH TRIAL;

Trial Continues;

Trial Continues;

Trial Continues;

Continued for Chambers Decision;

Journal Entry Details:

Testimony and exhibits presented. (See worksheets). Following testimony, Mr. Holiday stated he would like to file a motion for failure to join necessary parties, as well as briefing the issue with regards to Mr. Schnitzer. Mr. Sheehan stated it was way too late to file a motion. Colloquy regarding testimony. COURT ORDERED, matter CONTINUED. CONTINUED TO 2/21/20 9:30 AM;

Trial Continues;

Trial Continues;

Trial Continues;

Continued for Chambers Decision;

Journal Entry Details:

Mr. Sheehan advised they had reached a stipulation and advised all exhibits excluding Defendants' exhibits Z and CCCC, would be admitted. COURT SO NOTED. Testimony and exhibits presented. (See worksheets) Colloquy regarding remaining witnesses and depositions. COURT ORDERED, trial CONTINUED. 02-20-20 9:30 AM BENCH TRIAL;

Trial Continues;

Trial Continues;

Trial Continues;

Continued for Chambers Decision;

Journal Entry Details:

Mr. Sheehan stated he had not seen Ms. Haack's exhibits prior to trial and pointed out exhibits had missing bate stamps. Colloquy regarding exhibits. Opening Statement by Mr. Holiday. Opening Statement by Mr. Sheehan. Testimony and exhibits presented. (See worksheets) Court took judicial notice of hearing. BACK ON THE RECORD. Testimony and exhibits presented. (See worksheets) COURT ORDERED, trial CONTINUED. 02-19-20 1:00 PM BENCH TRIAL;

03/03/2020

CANCELED Motion for Sanctions (9:30 AM) (Judicial Officer: Miley, Stefany)

Vacated - Set in Error

Defendant's CounterMotion for Sanctions Against Plaintiff's Counsel John Holiday

# CASE SUMMARY CASE NO. A-17-753435-C

04/07/2020	Motion (9:30 AM) (Judicial Officer: Miley, Stefany)
	Nancy Haack's Motion to Deny Defendant's Motion To Strike Nancy Haack's Trial/Reply Brief
	And Request The Court Not Read The Same
	Denied; Nancy Haack's Motion to Deny Defendant's Motion To Strike Nancy Haack's
	Trial/Reply Brief And Request The Court Not Read The Same
	Journal Entry Details:
	Court stated it had reviewed all of the documents and state its decision will be based upon the evidence admitted during bench trial. Mr. Sheehan stated the Court should not consider the motions and will let the Court make its decision. COURT ORDERED, motion DENIED. After Court Proceedings: COURT ORDERED, Defendant's Motion to Strike is VACATED.;
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05/05/2020	CANCELED Motion to Strike (8:30 AM) (Judicial Officer: Miley, Stefany)  Vacated - Duplicate Entry
	Defendant's Motion To Strike Nancy Haack s Trial/Reply Brief And Request The Court Not Read The Same
05/21/2020	Decision (3:00 AM) (Judicial Officer: Miley, Stefany)
	Decision - Bench Trial
	Decision Made; Decision - Bench Trial
	Journal Entry Details:
	Pursuant to Decision and Order filed June 17, 2020, Court FINDS in favor of the Plaintiff and against the Defendants on claims of )1) Breach of the Implied Covenant of Good Faith and Fair Dealing and (2) Breach of Fiduciary Duty Against Defendants.;
06/17/2020	Motion (12:00 PM) (Judicial Officer: Miley, Stefany)
00/1//2020	Motion for Order Shortening Time
	Denied; Motion for Order Shortening Time
	Journal Entry Details:
	Court advised it had final draft of decision ready for signature and believed it would be filed
	later today. Court stated it had reviewed pleadings and advised it could not grant relief
	Plaintiff is seeking and ORDERED, motion DENIED.;
DATE	EINAMONAL IMPODMATION

DATE FINANCIAL INFORMATION

Counter Claimant Ayala, Roger	
Total Charges	30.00
Total Payments and Credits	30.00
Balance Due as of 7/13/2020	0.00
Counter Claimant Evenden, Sean	
Total Charges	654.00
Total Payments and Credits	654.00
Balance Due as of 7/13/2020	0.00
Counter Defendant Haack, Nancy	
Total Charges	1,120.00
Total Payments and Credits	1,120.00
Balance Due as of 7/13/2020	0.00
Counter Claimant NRS Realty Group LLC	
Total Charges	30.00
Total Payments and Credits	30.00
Balance Due as of 7/13/2020	0.00
Counter Defendant Haack, Nancy	
Temporary Restraining Order Balance as of 7/13/2020	500.00

## DISTRICT COURT CIVIL COVER SHEET

	. CX	County, Nevada	
Case No.		************	

XXVIII

(Assigned by Clerk's Office)					
I. Party Information (provide both h	ome and mailing addresses if different)	000000000000000000000000000000000000000			
Plaintiff(s) (name/address/phone):		Defendani(s) (name/address/phone):			
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the second of the second s		- Additional Additional Comments			
3.44					
Attorney (name/address/phone):	Steelmalar	Attorney (name/address/phone):			
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II. Nature of Controversy (please s	relect the one must applicable filing type b	**************************************			
Civil Case Filing Types					
Real Property		Torts			
Landlord/Tenant	Negligence	Other Torts			
Unlawful Detainer	Auto	Product Liability			
Other Landlord/Tenant	Premises Liability	Intentional Misconduct			
Title to Property	Other Negligence	Employment Tort			
Judicial Foreclesure	Malpractice	Insurance Tort			
Other Title to Property	Medical/Dental	Other Tort			
Other Real Property	Legal				
Condemnation/Eminent Domain	Accounting				
Other Real Property	Other Malpractice				
Probate	Construction Defect & Contra	ict Judicial Review/Appeal			
Probate (select case type and estate value)	Construction Defect	Judicial Review			
Summary Administration	Chapter 40	Foreclosure Mediation Case			
General Administration	Other Construction Defect	Petition to Seal Records			
Special Administration	Contract Case	Mental Competency			
Set Aside	Uniform Commercial Code	Nevada State Agency Appeal			
Trust/Conservatorship	Building and Construction	Department of Motor Vehicle			
Other Probate	Insurance Carrier	Worker's Compensation			
Estate Value	Commercial Instrument	Other Nevada State Agency			
Over \$200,000	Collection of Accounts	Appeal Other			
Between \$100,000 and \$200,000	Employment Contract	Appeal from Lower Court			
Under \$100,000 or Unknown	Other Contract	Other Judicial Review/Appeal			
Under \$2,500					
Civi	l Writ	Other Civil Filing			
Civil Writ					
Writ of Habeas Corpus	Writ of Prohibition	Other Civil Filing Compromise of Minor's Claim			
Writ of Mandamus	Other Civil Writ	in the second se			
Writ of Que Warrant		Foreign Judgment			
Writ of Quo Warrant   Other Civil Matters					
BUSINESS CI	ourt juings snould be filed using the l	DUSINESS CHART CIVIL COVERSHEEL			
<u> </u>					
Date		Signators of initiating party or representative			

See other side for family-related case filings.

1 DISTRICT COURT 2 CLARK COUNTY, NEVADA 3 4 NANCY HAACK, an individual; and 5 NRS REALTY GROUP, LLC, a Nevada Limited Liability Company, d/b/a LIFE 6 **REALTY** 7 Plaintiffs. 8 v. 9 SEAN EVENDEN, an individual; ROGER 10 AYALA, an individual; DOE Individuals I through X; and ROE CORPORATIONS 11 and ORGANIZATIONS I through X, inclusive. **12** 13 Defendants. SEAN EVENDEN, an individual; ROGER 14 AYALA, an individual; DOE Individuals I through X; and ROE CORPORATIONS 15 and ORGANIZATIONS I through X, inclusive, 16 17 Counterclaimants, 18 19 NANCY HAACK, an individual. 20 Counter-defendants. 21 I. INTRODUCTION 22 THIS MATTER having been scheduled for bench trial before this Court from 23 24 February 18, 2020 through February 21, 2020 with Plaintiff Nancy Haack representing 25 herself in pro per, John R. Holiday, Esq. appearing on behalf of Plaintiff NRS Realty

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Group, LLC, Patrick J. Sheehan, Esq. appearing on behalf of Defendants Sean Evenden

and Roger Ayala. Plaintiff pled the following claims against Defendants: (1) Breach of

**Electronically Filed** 6/17/2020 3:25 PM Steven D. Grierson CLERK OF THE COURT

CASE NO.: A-17-753435-C DEPARTMENT XXIII **DECISION & ORDER** 

STEFANY A. MILEY DISTRICT JUDGE Contract; (2) Breach of the Implied Covenant of Good Faith and Fair Dealing; (3) Breach of Fiduciary Duty; (4) Conversion; (5) Indemnity; and (6) Accounting. At the start of trial, Plaintiff withdrew her claims of (7) Interference with Prospective Economic Advantage Against All Defendant; and (8) Usurpation of Corporate Opportunities. Defendants pled the following counterclaims against Plaintiff: (1) Breach of Contract; (2) Breach of the Implied Covenant of Good Faith and Faith Dealing Both Tortious and Contractual, (3) Tortious Interference with Contract and Prospective Economic Advantage; and (4) Declaratory Relief. The first and second counterclaims were also brought as derivative actions against Nancy Haack on behalf of NRS Realty Group, LLC.

Having considered the testimony of the witnesses, having reviewed the exhibits, and having heard the arguments of counsel, the Court enters the following Decision and Order.

## II. STATEMENT OF FACTS AND PROCEDURAL HISTORY

- 1. Nancy L. Haack ("Haack"), Sean Evenden ("Evenden"), and Roger Ayala ("Ayala) (Collectively "members") formed a real estate brokerage firm, NRS Realty Group, LLC ("NRS"), in May 2010.
  - 2. Each member owns an equal 1/3 interest in NRS.
- 3. When the members formed NRS, they agreed that they would pay themselves a salary when NRS became profitable.
- 4. NRS's Operating Agreement ("Agreement") was executed by all members on August 5, 2010.
- 5. NRS's primarily generates its revenue through: (1) office rental fees from its agents, (2) transaction fees on its agents' real estate sales, and (3) commission splits on property management fees.

- 6. NRS maintained bank accounts for its operations; most of the funds in these accounts were commissions owed to agents and other third parties.
  - 7. NRS achieved profitability for the first time in 2016.
- 8. In 2016, the members began negotiations to expand NRS by leasing an office across the hall from their original office.
- 9. Multiple agents, including existing agents as well as new agents, were shown the new space and informed about the members' plan to expand NRS.
  - 10. Certain NRS agents were promised offices at the new location.
- 11. Nancy Haack, Sean Evenden, Roger Ayala, and their spouses would have to sign personal guarantees to lease the new office; they also originally had to sign personal guarantees to lease NRS's original office.
- 12. In January 2017, NRS's landlord provided Defendants with a copy of the lease for the new office.
- 13. The members met at Balboa Pizza on January 31, 2017. The nature of the discussions at Balboa were disputed at trial.
- 14. After the Balboa meeting, Haack told Defendants via text message that they could form a separate company without her so long as they moved to the new office and did not use NRS's assets.
- 15. Defendants limited Haack's access to the bank accounts but ultimately gave her view-only access.
- 16. Defendants initially filed dissolution papers with the Secretary of State for NRS but decided to unwind the dissolution and form a new company.
- 17. Defendants created Life Real Estate around February 2017 across the hall from NRS.

18. Defendants met to amend the Agreement to pay themselves a salary in April 2017. Haack was not present at the meeting.

- 19. Defendants passed a resolution to pay themselves a salary of \$50,000.00 each. Haack did not receive a salary.
  - 20. Plaintiff filed the Complaint in this matter on April 3, 2017.
- 21. Before signing the new lease in August 2017, Defendants wrote to Haack and asked her if she wanted NRS to take over the new space with her involvement. Through her attorney, Haack declined the offer and stated that NRS was not permitted to sign a lease for the new space.
- 22. More than \$200,000.00 was spent to build out the new office. The source of the funds was disputed at trial although it was undisputed that Haack never contributed to the new company.
- 23. NRS continued to operate after Defendants formed the new company; Haack remained a member of NRS and received a share of the profits.
- 24. Haack sought from this Court an appointment of a receiver to protect the safety and well-being of NRS' assets. In a Decision issued on January 26, 2018, this Court denied Haack's Motion but held that beginning February 1, 2018, Defendants were to provide Haack with monthly disclosures of any and all financial documents relating to NRS Realty Group, LLC.
- 25. On September 13, 2018, Plaintiff filed two Motions for Partial Summary

  Judgment; one motion was as to her claims and the other as to Defendants' counterclaims.

  On October 8, 2018, Defendants submitted their opposition as well as a Countermotion for Summary Judgment on all claims. In a decision issued December 17, 2018, this Court denied all the pending motions finding that there remained genuine issues of material fact

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regarding all claims for both parties, especially those involving the Agreement between the parties.

### TESTIMONY FROM WITNESSES III.

Six witnesses testified in this Matter. The following witnesses testified at the bench trial.

### A. Sean Evenden

NRS was formed in 2010 by Plaintiff Haack and Defendants Ayala and Evenden. Evenden testified that each of the parties owned one-third of NRS per the Partnership Agreement ("Agreement"). Evenden was asked numerous questions about his understanding of the Agreement. On direct examination, Evenden acknowledged that Section 6.8 (Voting) of the Agreement in states "[T]he unanimous vote of all of the LLC interests shall be required to approve any action, unless a greater or lesser vote is required pursuant to this Agreement or by Statute." However, Evenden testified this section is vague to him and questions on interpretations would need to be referred to the drafting attorney.

Regarding meetings, Evenden acknowledged that the language of Section 6.10 (Waiver of Notice or Consent by Absent Members) of the Agreement requires an individual entitled to vote, but who is not present, to sign a "written waiver of notice, a consent to the holding of the meeting, or any approval of the minutes thereof." Further, pursuant to Section 6.11 (Member Action by Written Consent Without a Meeting), if all the members give written permission, any action may be taken without a meeting and without formal notice. Evenden testified that at a May 2017 meeting he and Ayala amended the Agreement, pursuant to Section 13's language requiring a "majority (or all) of the LLC interests" to allow for he and Ayala to begin receiving a \$50,000.00 annual

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salary. He stated that because Haack breached the contract and abandoned her duties that she was not entitled to receive the salary.

Evenden testified that per Section 10 (Indemnification) of the Agreement he and Ayala held a meeting to award them both legal fees. Evenden agreed that Section 10.5 (Required Approval) states there must be a majority vote of members to approve indemnification however he never received consent from Plaintiff for the meetings on indemnification. Evenden testified that he notified Haack of the meetings by email, by placing notices on her home, and by possibly even texting her. Per Evenden, Haack never responded to any of these notifications.

Evenden testified that there was a substantial profit for NRS in 2016. After 2016 the numbers began to drop, including a drop of \$70,000.00 in profit in 2017, and an additional drop of about \$92,000.00 in profit in 2018. He acknowledged that the salaries provided for Evenden and Ayala, as well as legal fees for this matter, could have led to the drop in profits in 2017.

Evenden testified that until 2016 Plaintiff Haack maintained the books and paid payroll and taxes. Haack was also responsible for the business licenses of the two NRS offices and was the only licensed realtor at the China Town office and was responsible to a certain extent for the operation of this second office.

Evenden, Ayala, and Haack had a meeting at Balboa Pizza on January 31, 2017 regarding the plan to expand NRS into the space across the hall from the current office. Following the January 31, 2017 Balboa meeting there were a flurry of text messages that were sent between the parties. He acknowledged there was a text message to Haack stating that it was time for them to buy her out as well as one trying to get her to meet with them to remove her from NRS. He testified that he had originally wanted the three of them to

meet during this time without lawyers and to figure out a solution that mutually worked for all three parties, but that Haack wanted to have her attorney involved in the process. Although Evenden testified repeatedly that Haack verbally stated she was resigning at the Balboa meeting, he acknowledged that there was no evidence in writing. Although Haack was not prevented from working as an agent during this time, after the Balboa meeting she no longer wanted to put money into the business or be a part of its operations.

Evenden stated that Haack breached the Operating Agreement when she failed to follow up on her promise to move the company forward and expand. Evenden testified that once Haack breached the Agreement, he and Ayala began noticing themselves and Haack for special meetings. This was not common practice prior to Haack's breach but she was noticed for the special meeting in May. It was at the meeting in May 2017 where Evenden and Ayala amended the Agreement; Haack never showed up to the meeting and thus written consent was never received. Further, Haack's breach, along with a cease and desist letter she sent, led to Evenden and Ayala deciding it would be best to dissolve the company before they ultimately decided to unwind that decision.

In May 2017, NRS had between 30 and 40 agents. The new entity, Life Real Estate, had about 104 agents at the time of the trial. Evenden noted that the agents Haack recruited were at NRS until that entity's lease expired.

Once Haack was no longer handling the bookkeeping for NRS, the books were audited to ensure that Life Real Estate employees were not paid out of NRS. Evenden was unsure if NRS paid the Secretary of State fees for Life Real Estate. However, Evenden and Ayala did vote to pay the legal fees out of NRS funds for this action. Further, while Evenden testified that he did not specifically know why certain checks were paid to himself directly, he asserted that he would sometimes pay for business expenses out of his

own pocket and reimburse himself from NRS. To this day, Evenden asserted, Haack is still a one-third owner of the NRS entity.

### B. Jefrie Felton

Jefrie Felton ("Felton") is a realtor who had been with NRS since 2010 but has since left. He testified that he was under the impression that Haack left the company because she was tired and ready to retire for health reasons. Felton testified that in April 2017 he attended a meeting and received an email NRS was being dissolved. Thereafter, a contract with the new company was placed on his desk with a 10-day deadline of March 26, 2017 saying that licenses would be returned to the agents if they chose not to sign.

Felton acknowledged that he ultimately left NRS because of infighting among the partners and worried about the viability of the company. He testified that he is unaware of who caused the issues but was aware that the intent was for NRS to expand across the hall.

### C. Roger Ayala

Defendant Roger Ayala, like Evenden, testified that sometimes he would be reimbursed for expenses that he incurred on behalf of the company. This could include charitable contributions in addition to other business expenses.

Regarding the space across the hall from NRS, Ayala testified that he remembered Haack giving permission to open the new office in early 2017. Ayala sent the March 10, 2017 letter threatening to send Haack's license back to the Real Estate Division because she continuously changed her mind on whether Evenden and Ayala could open the new business without her.

When asked about the March 10, 2017 letter Evenden and Ayala sent to Haack stating that Haack had been removed from NRS, Ayala testified that he never fully understood the contents of it at the time and still does not today. He noted that they

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presented the circumstances to their attorney, they paid the attorney with NRS funds, and the attorney drafted the letter. It was the fear of litigation, Ayala testified, that ultimately led he and Evenden to withdraw the dissolution.

Ayala testified that he believes he told the agents at NRS that they had to move to Life Real Estate because Evenden was stepping down as broker of NRS to assume that role at Life Real Estate. However, Ayala did not believe that any of NRS's agents left before the March 10, 2017 letter to Haack.

Ayala ended up becoming the broker of record for NRS. Ayala testified that during his time as broker of record for NRS he is unsure about how much money NRS made. He did note, however, that lease payments for the Life Real Estate location have never been paid out of the NRS funds and that one particular large payment had to be paid out of NRS to pay the back dues of about seven months of CAMs for the NRS location.

Regarding Haack's share of the distribution, Ayala testified that she was given one check for \$32,000.00 and one check for \$29,000. The original offer to her was for one-third of the cash on hand and one-third of the profits going forward. He acknowledged that this was not based on a formal evaluation of the company.

### D. Nancy Haack

Plaintiff Nancy Haack testified that negotiations for the expansion began in 2016 and continued into 2017. She acknowledged that her husband did not want to sign a personal guarantee for either the new space across the hall or to extend the current NRS lease beyond its expiration<sup>1</sup>. Haack testified that her husband was worried about her

<sup>&</sup>lt;sup>1</sup> Sean Evenden, Roger Ayala, Nancy Haack, and their spouses had to sign personal guarantees for the NRS lease. To extend the NRS lease beyond its expiration would again require personal guarantees from all of the parties.

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health, due to a previous heart attack, and that she was doing too much work for the NRS business without being properly compensated.

Haack testified that she was originally told by Evenden that their spouses would only need to sign a two year personal guarantee but that she later found out the guarantee was for the length of the contract. She stated that she had originally wanted a lawyer to look at the lease but that Evenden and Ayala felt that was unnecessary. Following the contentious negotiations during and after the Balboa meeting, Haack's attorney advised her to have them open the new company in the space across from NRS while she would stay on at NRS; eventually the two entities would merge after two years. One of her concerns was that after seven years of not making money she did not want to use the profits NRS finally made and invest that into a new location.

Haack asserted that she never wanted to leave NRS and wanted to maintain her role at NRS but would not be an owner of the new company across the hall. She was worried about Evenden and Ayala removing her from NRS. However, at her deposition, Haack testified that she would not go back to NRS. Haack denied ever saying she would quit at the Balboa meeting but testified that it was uncomfortable going into work after that meeting and that she "didn't want to be there." Haack wanted to keep NRS running until she was off the lease.

Haack also asserted that after she started this litigation she was never given access to all of the accounting records that she needed. The forensic accountant had access, but Haack testified that January 2020 was the first time she got access to the information and was only given a login for QuickBooks, rather than for the other software including Loanwolf and ADP. ADP was used for payroll while Loanwolf was used for tax purposes.

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And while she did receive a distribution in 2017, based on 2016 being profitable, there have been no further distributions after January 2018.

Haack testified that the Agreement always required unanimous consent for major changes as well as decisions related to finances and ownership. She acknowledged that it says majority in the Agreement but that is not her interpretation of the Agreement. Further, Haack asserted that Section 10.5 (Required Approval) of the Agreement prohibited members from voting for indemnification if they are parties to the proceeding. She further testified that she never saw the May 2017 amendment so she could not have agreed on the change but did acknowledge that she received the notices posted on her home. Haack testified, "Why would I go to a meeting if every item is against me." Haack stated that she did not believe the Agreement could be amended to benefit only two of the members.

Haack stated that she always envisioned the members would get salaries once the company was profitable. She also testified that she initially agreed to expand NRS across the hall because the current office lacked sufficient offices and desk space for all of the agents. Haack asserted that while she was fine signing the personal agreement on the new space, it was her husband who did not want to sign himself. However, in a text message Haack sent on February 6, 2017 she mentioned that she wanted to ensure she "wasn't tied to a lease until I was 72 years old." On February 8, 2017, Haack had her lawyer send a letter to Ayala and Evenden stating that she had no interest in renewing the lease for the NRS location. Haack did not dispute saying she was going to retire at one point, but noted that Evenden had regularly threatened to leave the business as well. She acknowledged that she told them to just create the new business across the hall but that they were not to use any of her or NRS's money for the project.

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NRS had about 40-45 agents the day Haack left the company and about 50 agents in November 2017 per Haack. NRS existed through October 2019 up to the expiration of its lease. She testified that she went to the office in 2019 to retrieve her possessions and that the core group of agents were still at NRS.

### E. Crystal Elijah-Ramos

Crystal Elijah-Ramos ("Elijah-Ramos") is a realtor who started with NRS in January 2016. She testified that she moved her license to NRS because of a good rapport she had with Haack when they met. Elijah-Ramos stated that when she was presented with the offer to go over to the new space or have her license returned to the division, she felt like she was being intimidated but nonetheless signed the new agreement with Life Real Estate.

### F. Joseph Leauanae

Joseph Leauanae ("Leauanae") is a forensic accountant, accredited in business evaluation and accounting forensics. He was retained by Plaintiff in May 2018 for the purpose of calculating the economic damages incurred by NRS and/or Haack.

When analyzing the seven bank accounts attached to NRS, Leauanae testified that transfers were seen between accounts he did not have access to. He noted that two accounts had been opened after Haack's departure and that this is unusual. After completing his report at some point in 2019 his online access to the databases was stopped.

Leauanae stated that he was provided statements from January 2016 up through May 2018 that was missing some information. Over 23,000 transactions were compared to the flow of funds through the accounts. He noted transactions to the US Treasury for approximately \$102,694 paid by NRS on behalf of Evenden. Leauanae testified that these payments would be for tax obligations by or on behalf of Evenden and while the

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Quickbooks account referenced the amount, it did not specify how it was recorded. A company like NRS, per Leauanae, would require the individual rather than the company be responsible for the tax obligations. While Leauanae noted in his expert report that there may be (1) damages related to alleged accounting/Operating Agreement-based improprieties as well as (2) damages related to defendants' alleged misappropriation of corporate assets and the formation of Life Real Estate, a competing entity, Leauanae testified he did not have all the information he needed to formulate a final conclusion on many of the allegations. Further, Leauanae was unable to reconcile the differences between the profit and losses shown in Quickbooks and Loanwolf<sup>2</sup>.

Leauanae noted that the salaries paid to Evenden and Ayala, along with various payments to Evenden and the landlord Vestar Property Management were transactions that caught his attention. The payments to Vestar had been \$7,500 per month before Haack's departure and that went up to \$11,000.00 following her departure. Leauanae testified that the increase in payments could have been for the missing CAM payments but he has no information to agree or disagree with that assessment.

### IV. FINDINGS OF FACT AND CONCLUSIONS OF LAW

Ultimately, what came before this Court were the intimate details of a business relationship that had rotted to its core. As disagreement arose between the members regarding how to properly move the business forward, evidence was presented to this Court that showed resentment had set in, threats were made to one another, and the parties all made comments evincing their desires to go their separate ways. Beyond the mere words of the parties, their respective actions among one another are critical to this Court.

 $^2$  In 2017 NRS showed income of \$709,021.00 in Loanwolf and \$214,000.00 in Quickbooks. In 2018 the numbers showed \$709,000.00 in Loanwolf and a loss of \$121,000.00 in Quickbooks.

### A. Plaintiff's Breach of Contract Claim

To prevail on a breach of contract claim, the plaintiff must demonstrate: (1) the existence of a valid contract; (2) a breach by the defendant; and (3) damages caused by the breach. *Cohen-Breen v. Gray Television Grp., Inc.*, 661 F. Supp. 2d 1158, 1171 (D. Nev. 2009). A person breaches a contract when they fail to perform a "duty arising under or imposed by an agreement." *State Dep't of Transportation v. Eighth Judicial Dist. Court in & for Cty. Of Clark*, 133 Nev. 549, 554 (2017). A party does not have to perform under a contract if the other party materially breaches their duty to perform first. *Cain v.* Price, 134 Nev. 193, 196 (2018). Here, both plaintiff and defendants have asserted claims for breach of contract.

Plaintiff claimed Defendants breached the Agreement in a myriad of ways.

Meetings were conducted without Haack. Amendments to the Agreement were made without her written consent, including an amendment providing salaries to Evenden and Ayala, but not Haack, and an amendment that was made involving the addition of a provision for capital calls that was never exercised. Plaintiff also claimed that Defendants breached the Agreement when they dissolved NRS, however, that dissolution was promptly reversed, as noted by Defendants. Most critical to Plaintiff's arguments is the assertion that Defendants breached the Agreement by forming the new company, Life Real Estate, and appropriating NRS's assets, goodwill, intellectual property, and real estate agents.

Further compounding the issues at NRS, Plaintiff alleged that Defendants breached the contract when they excluded Haack from the office. Plaintiff also asserted that Defendants' threats to fire NRS's agents if they did not sign independent contract with Life Real estate constituted a breach. Per Haack, this amounted to taking NRS's agents to

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better the new company. Plaintiff's damages are from the loss of agents, resulting in a loss of transactions and diminished profitability for NRS.

Defendants noted that Section 6.3 of the Agreement allowed for special meetings as long as two-thirds of the holding interests are represented and all of NRS's members are notified of the special meeting. Haack was notified of the meetings. She acknowledged at trial the notices that were left at her home. Further, Section 6.11 of the Agreement allows for actions to be taken on behalf of the corporation through a vote of a majority of the members. Defendants again noted that Evenden and Ayala make up a majority of the members.

Regarding the creation of Life Real Estate, Defendants asserted that Haack expressly authorized Defendants to start their own company as evidenced by text messages, deposition testimony, and Haack's own testimony at trial. Defendants noted that this did not alter Haack's one-third interest in NRS, an interest that still remains today. Defendants argued that because they funded the company independently, not relying on any of NRS's assets, that their actions were consistent with the Agreement and with Haack's own demands. In addition, Haack has received over \$60,000.00 in profits from her share of NRS since the alleged breaches. Furthermore, in conjunction with Haack's undisputed distribution profits, Plaintiff never proved any damages<sup>3</sup>. The Forensic Accountant was unable to specify damages due to his repeated testimony that he needed more documents and information to make a conclusion. His report only noted possible areas of misappropriation.

Defendants noted that only a few agents ultimately left NRS. Further, those that left because of the dispute between the members was caused by Haack and a number of

<sup>&</sup>lt;sup>3</sup> Defendants argued that Plaintiff failed to prove damages on each of her claims.

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those agents who left went with Haack to the competing brokerage she formed.

Defendants felt they had to restrict Haack's access to the office and to the bank accounts because her vindictive behavior towards Defendants threatened NRS and its agents. Her testimony that she preferred a "pound of flesh" to money is evidence of this. Further, it was only after Haack breached the Agreement by reneging on her promise to help expand NRS that Defendants chose to restrict her access to the bank accounts.

COURT FINDS, Defendants Sean Evenden and Roger Ayala did not breach their contract with Plaintiff Nancy Haack. There undisputedly was a contract between the parties in the form of the Operating Agreement for NRS. While amending the Agreement without Plaintiff Nancy Haack's signature may have been done to better their positions, it was compliant with the language of the Agreement only requiring a majority vote.

Further, COURT FINDS, the correspondence between Defendants and the NRS agents did not constitute a breach of contract. Defendants were acting on the express consent of Nancy Haack to open the new space across the hall and provided the agents an alternative option to moving their license to the new space. While Defendants did initially begin dissolution of NRS, they promptly reversed that action and the action did not rise to a breach of contract.

### B. Plaintiff's Breach of the Implied Covenant of Good Faith and Fair Dealing

Pursuant to Nevada Revised Statute § 104.1304, every contract in Nevada contains an implied covenant that requires all parties to act in good faith. Nev. Rev. Stat. § 104.1304. A party acts in good faith by acting honestly and by observing reasonable commercial standards of fair dealing. Nev. Rev. Stat. § 104.1201(t). To establish a claim for breach of the implied covenant of good faith and fair dealing, a plaintiff must prove:

(1) existence of a valid contract; (2) plaintiff had a justifiable expectation to receive certain

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benefits consistent with the spirit of the contract; (3) defendant performed in a manner that violated or was unfaithful to the spirit of the contract; (4) the defendant's unfaithful action was deliberate; and (5) causation and damages. *Hilton Hotels Corp. v. Butch Lewis Productions, Inc.*, 107 Nev. 226, (1991). A party can breach the implied covenant of good faith and fair dealing even if they comply with all the terms of the contract in question. *Id. at* 233. Again, both parties have asserted a claim for breach of contract against one another.

Plaintiff asserted the same arguments for this cause of action as she did for the breach of contract claim. She argued that Defendants breached the implied covenant by breaching the Agreement. Defendants asserted that they never breached the Agreement in the first place; Haack was the breaching party.

COURT FINDS, Defendants did breach the implied covenant of good faith and fair dealing. The actions of the Defendants in this matter violated the spirit of the Agreement between themselves and Nancy Haack, even if they did not technically violate the terms of the Agreement. While Plaintiff may not have originally pled the loss of salary in her Second Amended Complaint, the salary taken by Sean Evenden and Roger Ayala is evidence of damages suffered by Nancy Haack in this matter. They deliberately amended the Agreement to provide a salary for themselves on account of the work they had to do for NRS after Nancy Haack was no longer involved in the office. The parties agreed that salaries would be appropriate once the business was profitable. The business was profitable, Nancy Haack was and is still a member of NRS, and she was entitled to any salary that Sean Evenden and Roger Ayala amended the Agreement to provide.

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# C. Plaintiff's Breach of Fiduciary Duty Claim

To prevail on a breach of fiduciary duty claim a Plaintiff must prove the following elements at trial: (1) the defendant had a fiduciary duty; (2) the defendant breached the duty; and (3) the breach caused the plaintiff damages. Klein v. Freedom Strategic Partners, LLC, 595 F. Supp. 2d 1152, 1162 (D. Nev. 2009). Among partners, there is a fiduciary duty to provide full and frank disclosure of all relevant information. Clark v. Lubritz, 95 Nev. 45, 48 (1979). Excessive salaries taken by corporate officers is a breach of those officers' fiduciary duty. Bedore v. Familian, 122 Nev. 5, 12 (2006).

Plaintiff argued that Defendants breached their fiduciary duty by forming the new business Life Real Estate and using the Life Realty Trademark. At trial, Plaintiff also raised the issue of Defendants taking a salary for themselves and not extending that salary to Haack. Those actions, Plaintiff asserted, breached the fiduciary duty that Evenden and Ayala had to Haack and to NRS.

Defendants noted the correspondence from Haack to Evenden and Ayala that she consented to Defendants' use of the Life Realty Trademark so long as they did not use any NRS assets. They argued that this showed consent on Haack's behalf and thus, they did not breach their fiduciary duty<sup>4</sup>. Regarding the allegation that the amendment to the Agreement providing salary to Evenden and Ayala, but not Haack, breached Defendants' fiduciary duties, Defendants first noted that this claim was never part of Plaintiff's complaint and should not be considered by this Court. Further, they argued that this action complied with Section 13 of the Agreement because only a majority is needed to amend the Agreement. This was confirmed, under oath, by the drafter of the Agreement.

Defendants argued that they had a right to pay themselves a salary so long as it was

<sup>&</sup>lt;sup>4</sup> See Doe v. Round Valley Unified School Dist., 873 F. Supp. 2d 1124, 1130 (D. Ariz. 2012) (Citing Restatement (Second) of Torts § 892 (1965) to note that consent is a defense to tort claims.)

reasonable and commiserate with the market. Defendants noted Haack's own testimony that the industry standard was above the \$50,000.00 salary Defendants provided for themselves. Further, once Haack left the Company and no longer provided her one-third of the services to NRS, she was no longer entitled to the compensation.

COURT FINDS, Defendants breached their fiduciary duty to Nancy Haack. Plaintiff did testify that the amount of salary taken by Defendants was below the industry standard, but it was excessive in comparison to her allotted salary of zero dollars. While Defendants did provide notice to Nancy Haack of the special meeting, this Court looks at the totality of Defendants' actions once conflict began among the parties and concludes that Defendants intended to provide themselves a benefit that they were unwilling to provide to Nancy Haack.

### D. Plaintiff's Conversion Claim

The elements a Plaintiff must prove on a conversion claim are: (1) defendant wrongfully exerted a distinct and intentional act of dominion over plaintiff's property; (2) defendant acted in denial of or inconsistent with the plaintiff's use and enjoyment of the property, or in derogation, exclusion, or defiance of the plaintiff's rights or title in the property; and (3) causation and damages. *See M.C. Multi-Family Dev., L.L.C. v. Crestdale Assocs., Ltd.*, 124 Nev. 901, 910 (2008). Consent is a defense to conversion *Rajala v. Allied Corp.*, 919 F.2d 610 632 (10th Cir. 1990) (citing Restatement (Second) of Torts § 252 (1965)).

Plaintiff argued that Defendants converted the assets of NRS, and deprived Haack of her rights under the Agreement. By opening up Life Real Estate across the hall from NRS, and restricting Haack from the NRS premises, Defendants exerted dominion over

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Haack's membership in NRS. Further, Plaintiff argued that Defendants Evenden and Ayala used NRS funds to finance Life Real Estate.

Defendants again noted that Haack consented to opening the new company and using the Life name. She gave sworn testimony that she wanted Evenden and Ayala to run their own separate company in the new space while allowing NRS to continue running in its space until that lease expired. More importantly, they asserted that Haack's membership was never interfered with as she remained a member of NRS and still does to this day.

COURT FINDS, Defendants did not convert any assets from NRS. The forensic accountant was unable to specify damages for this Court during his testimony or in his report. He laid out potential misappropriations but admitted that in at least one of these alleged misappropriations the money could have been used to pay the owed CAM fees for the NRS space.

### E. Plaintiff's Indemnity Claim

Where two or more parties agree on a contractual provision that one party will reimburse the other party for liability resulting from one party's work there is contractual indemnity. *United Rentals Hwy. Techs. v. Wells Cargo*, 128 Nev. 666, 673 (2012). "When the duty to indemnify arises from contractual language, it generally is not subject to equitable considerations; rather it is enforced in accordance with the terms of the contracting parties agreement." *Id.* This Court must strictly construe indemnity clauses. *Id.* 

Here, Plaintiff argued that Defendants wrongfully used NRS funds to pay for these legal proceedings in violation of the Agreement. Plaintiff noted that Section 10.5 of the Agreement states that any indemnification requires a majority vote of the "LLC Interests of Members who were not parties to the proceeding at a duly held meeting of the Members

at which a quorum is present." Here, the only members who voted in favor of Indemnification, Evenden and Ayala, are both parties to this proceeding and thus improperly indemnified themselves. Defendants' argument against this claim was that the legal fees were properly advanced and that Defendants are only required to reimburse NRS if they lose.

COURT FINDS, pursuant to Section 10 of the Agreement, and consistent with Defendants' own concessions, Defendants are responsible to reimburse NRS for the funds utilized to pay for the legal defense of Sean Evenden and Roger Ayala as they breached the implied covenant of good faith and fair dealing as well as their fiduciary duties.

### F. Plaintiff's Accounting Claim

"Before a claim for accounting can be pursued, Nevada law requires that the parties to such a claim must first and foremost be partners." *G.K. Las Vegas Limited P'ship v. Simon Prop. Grp., Inc.*, 460 F. Supp.2d 1246, 1262 (D. Nev. 2006). Every partner in a business is entitled to an accounting. *State v. Elsbury*, 63 Nev. 463, 467-68 (1946). Here, there is no dispute among the parties that Haack, Evenden, and Ayala were partners of NRS.

Plaintiff argued that she was never provided all the books and records of NRS.

Haack asserted that she needed a proper accounting to ensure she was given a proper distribution based on NRS's profits. Further, a true accounting was necessary to show whether Defendants converted the assets, intellectual property, good will, etc. from NRS.

Defendants argued that they have fully complied with their duty to provide Haack with an accounting. She was given full access to NRS's books and records and her independent forensic accountant could review all of NRS's records. They note that the accountant failed to find any monies that were wrongfully taken from the Company.

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DEPARTMENT TWENTY THREE

Rather, the forensic accountant only noted discrepancies and possible areas of misappropriation.

COURT FINDS, Defendants did provide a proper accounting of NRS to Plaintiff during the course of discovery. While Plaintiff regularly challenged the sufficiency of the documentation up and through trial, Plaintiff's own forensic accounting expert testified that he received the information from NRS's accounts. What he lacked was information on the unknown accounts outside of the sphere of NRS itself. He even acknowledged in his testimony that he was provided follow up information from Sean Evenden when he requested it.

However, COURT FINDS, this Court is not able to make a valuation of the company or assess whether the profit distributions were paid proportionately. An independent accounting of the company, at Defendants' expense, is necessary to establish whether Nancy Haack was paid appropriately. This accounting should cover 2016 until the close of NRS. The reimbursement of Defendants' legal fees must be accounted for to determine what the profitability of the company would have been without this matter solely based on the inclusion of those fees and not any collateral impact from the law suit.

### G. Defendants' Breach of Contract Counterclaim

Defendants' counterclaim alleged that it was Haack who initially breached the Agreement by reneging on her promise to expand NRS. She specifically reneged on signing the new lease, refused to allow NRS money to be used for the build out of the new space, and refused to be responsible for her share of any losses at the new space.

Regarding the new lease, Defendants asserted that it was both Haack and her husband who did not want to sign the personal guarantee. The rift between the members, Defendants

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argued, led to the loss of agents at NRS and the inevitable income and profits that would have been received had they stayed with NRS.

Plaintiff asserted that despite the need for additional space to accommodate NRS's growing business, there was never a formal agreement between the parties to expand into the new space. Haack, Evenden, and Ayala agreed that expansion was necessary but the offer on the new space was not amenable to Haack or her husband. Haack did not breach the Agreement when she and her husband refused to sign a lease they found unpalatable.

COURT FINDS, Plaintiff Nancy Haack did not breach her contract with Defendants. There was substantial testimony from all three parties that involved threats to quit NRS at some point in time and threats against one another, including Defendants' threat to deliver Haack's license back to the Real Estate Division. Further, while Haack testified that she did originally intend to expand NRS, this Court is not convinced that her refusal to sign a personal guarantee on a new lease is a breach of contract. Whether it was her concern about signing a personal guarantee that would last into her seventies, or whether it was her husband's refusal to sign the personal guarantee, she was not contractually obligated to sign a personal guarantee for a lease in an effort to grow NRS.

# H. Defendants' Breach of the Implied Covenant of Good Faith and Fair Dealing Counterclaim

Defendants also asserted the same arguments in their counterclaim. In addition to those arguments, Defendants argued that Haack violated her duties when she filed multiple complaints against Defendants with the Real Estate Division. Her behavior towards the Defendants was another example of Haack violating her duty under the covenant.

Defendants argued that this behavior was deliberate and hindered their ability to perform under the Agreement.

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Haack acknowledged that she filed complaints against Defendants Evenden and Ayala. Her testimony noted that she was angry with them, but it was because of their actions towards her. Haack also denied her behavior in the office rose to the level described by Defendants and argued that she was simply responding to their behavior and actions towards her.

COURT FINDS, both parties demonstrated a lack of civility towards one another and one party was not more responsible than the other for the loss of current and prospective agents at NRS. The two former NRS agents who testified said that it was infighting among the members that led to their departure. This Court does not find that Defendants or Plaintiff Nancy Haack deserve more responsibility for the loss of agents in NRS. Based on the disruptive and threatening behavior of all the named parties in this matter, COURT FINDS, Nancy Haack did not breach the implied covenant of good faith and fair dealing.

# I. Defendants' Tortious Interference with Contract and Prospective Economic Advantage Counterclaim

To prevail on a claim for tortious interference with prospective economic advantage a plaintiff must prove: (1) plaintiff had a prospective contractual relationship with a third party; (2) defendant knew of the prospective relationship; (3) defendant intended to harm the plaintiff by preventing the prospective relationship; (4) defendant's interference with the relationship was not privileged or justified; and (5) defendant's interference caused plaintiff actual harm. *In re Amerco Derivative Litig.*, 127 Nev. 196, 226 (2011).

For this counterclaim, Defendants argued that Haack's actions interfered with Defendants' prospective contractual relationships with the agents they would have hired

had NRS expanded. They asserted that Haack knew about these relationships and note that she even showed prospective agents the new office. Once Haack reneged on her promise to expand NRS with Defendants she prevented these relationships from materializing. Further, Defendants argued that Haack's statements that she was trying to "get back at" Defendants and that she wanted them to "start over like she had to" is evidence of their counterclaim.

Plaintiff asserted at trial that while she had intended to expand the NRS space,
Haack's husband's refusal to sign the personal guarantee resulted in Haack's refusal to
sign the new lease<sup>5</sup>. Further, she argued that it was the actions by the Defendants that led
to the tension in the office and ultimately harmed NRS.

COURT FINDS, Haack's actions were no more responsible for any loss of agents than those actions of the Defendants. The former NRS agents who testified at trial both noted that infighting among the members led to their departure, not any specific actions of Haack. Further, COURT FINDS, Defendants moved forward with their plans to open the new company in the space across from NRS and any prospective agents still had the opportunity to join the company in the new space.

### J. Defendants' Declaratory Relief Counterclaim

Defendants' final counterclaim asked this Court to declare that Haack abandoned NRS based on her statements and actions. She reneged on her promise to expand NRS, including refusing to sign the lease and personal guarantee for the new space belonging to Life Real Estate. Defendants pled that Haack resigned her position in NRS.

<sup>&</sup>lt;sup>5</sup> Nancy Haack's husband has never been a party to this matter.

COURT FINDS, Plaintiff did not resign her position in NRS. Defendants testified at trial that Haack is still a member of NRS contradicting the claim that she resigned her position in NRS.

### V. ORDER

For the foregoing reasons, IT IS HEREBY ORDERED, judgement shall be awarded in favor of Plaintiff Nancy Haack on her claims of (1) breach of the implied covenant of good faith and fair dealing and (2) breach of fiduciary duty against Defendants Sean Evenden and Roger Ayala. Defendants Sean Evenden and Roger Ayala are required to pay Nancy Haack an equivalent amount of money in salary that they were paid after amending the Operating Agreement of NRS Realty Group, LLC.

IT IS FURTHER ORDERED, pursuant to the Operating Agreement, Defendants shall reimburse NRS Realty Group, LLC any monies provided by NRS Realty Group, LLC, used towards Defendants' legal representation in this matter.

IT IS FURTHER ORDERED, Plaintiff shall submit a list of three proposed independent accountants to Defendants who will choose one of the proposed accountants to provide an independent accounting of NRS Realty Group, LLC, including but not limited to, the profitability of the company from 2016 until the closing of NRS. The accountant shall also determine the value of NRS Realty Group, LLC at the time of its closing. The expense of the independent accountants shall be paid by Defendants. Further, Sean Evenden and Roger Ayala shall pay Nancy Haack one-third of the profits and value, minus any distribution that Haack already received, based on the independent accounting.

IT IS SO ORDERED.

STEFANY A. MILEY
DISTRICT JUDGE

Dated this 17th day of June, 2020.

HONORABLE STEFANY A. MILEY

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DEPARTMENT XXIII

### **CERTIFICATE OF SERVICE**

I hereby certify that on or about the date signed, a copy of this Decision and Order was electronically served and/or placed in the attorney's folders maintained by the Clerk of the Court and/or transmitted via facsimile and/or mailed, postage prepaid, by United States mail to the proper parties as follows: Nancy L. Haack, 1870 Morganton Dr., Henderson, NV, 89052, John Holiday, Esq. and Patrick J. Sheehan, Esq.

By:

Carmen Alper
Judicial Executive Assistant
Department XXIII

Electronically Filed 7/9/2020 4:44 PM Steven D. Grierson CLERK OF THE COURT

# EIGHTH JUDICIAL DISTRICT COURT CLARK COUNTY, NEVADA

Case No.: A-17-753435-C

Dept No.: 23

### NOTICE OF ENTRY OF ORDER

# SHUMWAY VAN 8985 South Eastern Avenue, Suite 100 Las Vegas, Nevada 89123 Tel (702) 478-7770 Fax (702) 478-7779

PLEASE TAKE NOTICE that on June 17 <sup>th</sup> , 2020 the DECISION AND ORDER was
entered by the Court in the above-entitled action, a true and correct copy of which is attached
hereto.

DATED this \_\_\_\_\_\_\_ day of July, 2020

## **SHUMWAY VAN**

MICHAEL C. VAN, ESQ.

Nevada Bar No. 3876

KARL A. SHELTON, ESQ.

Nevada Bar No. 12868

8985 South Eastern Avenue, Suite 100

Las Vegas, Nevada 89123 Attorneys for Plaintiff and Counterdefendant

# SHUMWAY VAN 8985 South Eastern Avenue, Suite 100 Las Vegas, Nevada 89123 Tel (702) 478-7770 Fax (702) 478-7779

## **CERTIFICATE OF SERVICE**

I hereby certify that the foregoing <b>NOTICE OF ENTRY OF ORDER</b> was submitted
electronically for filing and service upon those persons designated by the parties in the E-Service
Master List for the above-referenced matter in the Eighth Judicial District Court e-Filing System
on the q day of July, 2020. I FURTHER CERTIFY that I served a copy of this pleading, to the
following:

NANCY HAACK 701 N. Green Valley Pkwy., #200 Henderson, Nevada 89074 nhaacklv@gmail.com

PATRICK J. SHEEHAN, ESQ. Fennemore Craig, P.C. 300 South Fourth Street, 14<sup>th</sup> Floor Las Vegas, Nevada 89101 Email: psheehan@fclaw.com Attorneys for Defendants/Counterclaimants Sean Evenden and Roger Ayala

An employee of Shumway

1 DISTRICT COURT 2 CLARK COUNTY, NEVADA 3 4 NANCY HAACK, an individual; and 5 NRS REALTY GROUP, LLC, a Nevada Limited Liability Company, d/b/a LIFE 6 **REALTY** 7 Plaintiffs. 8 v. 9 SEAN EVENDEN, an individual; ROGER 10 AYALA, an individual; DOE Individuals I through X; and ROE CORPORATIONS 11 and ORGANIZATIONS I through X, DEPARTMENT XXIII inclusive. **12** 13 Defendants. **DECISION & ORDER** SEAN EVENDEN, an individual; ROGER 14 AYALA, an individual; DOE Individuals I through X; and ROE CORPORATIONS 15 and ORGANIZATIONS I through X, inclusive, 16 17 Counterclaimants, 18 19 NANCY HAACK, an individual. 20 Counter-defendants. 21 I. INTRODUCTION 22 THIS MATTER having been scheduled for bench trial before this Court from 23 24 25

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CASE NO.: A-17-753435-C

February 18, 2020 through February 21, 2020 with Plaintiff Nancy Haack representing herself in pro per, John R. Holiday, Esq. appearing on behalf of Plaintiff NRS Realty Group, LLC, Patrick J. Sheehan, Esq. appearing on behalf of Defendants Sean Evenden and Roger Ayala. Plaintiff pled the following claims against Defendants: (1) Breach of

STEFANY A. MILEY DISTRICT JUDGE Contract; (2) Breach of the Implied Covenant of Good Faith and Fair Dealing; (3) Breach of Fiduciary Duty; (4) Conversion; (5) Indemnity; and (6) Accounting. At the start of trial, Plaintiff withdrew her claims of (7) Interference with Prospective Economic Advantage Against All Defendant; and (8) Usurpation of Corporate Opportunities. Defendants pled the following counterclaims against Plaintiff: (1) Breach of Contract; (2) Breach of the Implied Covenant of Good Faith and Faith Dealing Both Tortious and Contractual, (3) Tortious Interference with Contract and Prospective Economic Advantage; and (4) Declaratory Relief. The first and second counterclaims were also brought as derivative actions against Nancy Haack on behalf of NRS Realty Group, LLC.

Having considered the testimony of the witnesses, having reviewed the exhibits, and having heard the arguments of counsel, the Court enters the following Decision and Order.

## II. STATEMENT OF FACTS AND PROCEDURAL HISTORY

- 1. Nancy L. Haack ("Haack"), Sean Evenden ("Evenden"), and Roger Ayala ("Ayala) (Collectively "members") formed a real estate brokerage firm, NRS Realty Group, LLC ("NRS"), in May 2010.
  - 2. Each member owns an equal 1/3 interest in NRS.
- 3. When the members formed NRS, they agreed that they would pay themselves a salary when NRS became profitable.
- 4. NRS's Operating Agreement ("Agreement") was executed by all members on August 5, 2010.
- 5. NRS's primarily generates its revenue through: (1) office rental fees from its agents, (2) transaction fees on its agents' real estate sales, and (3) commission splits on property management fees.

- 6. NRS maintained bank accounts for its operations; most of the funds in these accounts were commissions owed to agents and other third parties.
  - 7. NRS achieved profitability for the first time in 2016.
- 8. In 2016, the members began negotiations to expand NRS by leasing an office across the hall from their original office.
- 9. Multiple agents, including existing agents as well as new agents, were shown the new space and informed about the members' plan to expand NRS.
  - 10. Certain NRS agents were promised offices at the new location.
- 11. Nancy Haack, Sean Evenden, Roger Ayala, and their spouses would have to sign personal guarantees to lease the new office; they also originally had to sign personal guarantees to lease NRS's original office.
- 12. In January 2017, NRS's landlord provided Defendants with a copy of the lease for the new office.
- 13. The members met at Balboa Pizza on January 31, 2017. The nature of the discussions at Balboa were disputed at trial.
- 14. After the Balboa meeting, Haack told Defendants via text message that they could form a separate company without her so long as they moved to the new office and did not use NRS's assets.
- 15. Defendants limited Haack's access to the bank accounts but ultimately gave her view-only access.
- 16. Defendants initially filed dissolution papers with the Secretary of State for NRS but decided to unwind the dissolution and form a new company.
- 17. Defendants created Life Real Estate around February 2017 across the hall from NRS.

- 18. Defendants met to amend the Agreement to pay themselves a salary in April 2017. Haack was not present at the meeting.
- 19. Defendants passed a resolution to pay themselves a salary of \$50,000.00 each. Haack did not receive a salary.
  - 20. Plaintiff filed the Complaint in this matter on April 3, 2017.
- 21. Before signing the new lease in August 2017, Defendants wrote to Haack and asked her if she wanted NRS to take over the new space with her involvement. Through her attorney, Haack declined the offer and stated that NRS was not permitted to sign a lease for the new space.
- 22. More than \$200,000.00 was spent to build out the new office. The source of the funds was disputed at trial although it was undisputed that Haack never contributed to the new company.
- 23. NRS continued to operate after Defendants formed the new company; Haack remained a member of NRS and received a share of the profits.
- 24. Haack sought from this Court an appointment of a receiver to protect the safety and well-being of NRS' assets. In a Decision issued on January 26, 2018, this Court denied Haack's Motion but held that beginning February 1, 2018, Defendants were to provide Haack with monthly disclosures of any and all financial documents relating to NRS Realty Group, LLC.
- 25. On September 13, 2018, Plaintiff filed two Motions for Partial Summary

  Judgment; one motion was as to her claims and the other as to Defendants' counterclaims.

  On October 8, 2018, Defendants submitted their opposition as well as a Countermotion for Summary Judgment on all claims. In a decision issued December 17, 2018, this Court denied all the pending motions finding that there remained genuine issues of material fact

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regarding all claims for both parties, especially those involving the Agreement between the parties.

### TESTIMONY FROM WITNESSES III.

Six witnesses testified in this Matter. The following witnesses testified at the bench trial.

### A. Sean Evenden

NRS was formed in 2010 by Plaintiff Haack and Defendants Ayala and Evenden. Evenden testified that each of the parties owned one-third of NRS per the Partnership Agreement ("Agreement"). Evenden was asked numerous questions about his understanding of the Agreement. On direct examination, Evenden acknowledged that Section 6.8 (Voting) of the Agreement in states "[T]he unanimous vote of all of the LLC interests shall be required to approve any action, unless a greater or lesser vote is required pursuant to this Agreement or by Statute." However, Evenden testified this section is vague to him and questions on interpretations would need to be referred to the drafting attorney.

Regarding meetings, Evenden acknowledged that the language of Section 6.10 (Waiver of Notice or Consent by Absent Members) of the Agreement requires an individual entitled to vote, but who is not present, to sign a "written waiver of notice, a consent to the holding of the meeting, or any approval of the minutes thereof." Further, pursuant to Section 6.11 (Member Action by Written Consent Without a Meeting), if all the members give written permission, any action may be taken without a meeting and without formal notice. Evenden testified that at a May 2017 meeting he and Ayala amended the Agreement, pursuant to Section 13's language requiring a "majority (or all) of the LLC interests" to allow for he and Ayala to begin receiving a \$50,000.00 annual

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salary. He stated that because Haack breached the contract and abandoned her duties that she was not entitled to receive the salary.

Evenden testified that per Section 10 (Indemnification) of the Agreement he and Ayala held a meeting to award them both legal fees. Evenden agreed that Section 10.5 (Required Approval) states there must be a majority vote of members to approve indemnification however he never received consent from Plaintiff for the meetings on indemnification. Evenden testified that he notified Haack of the meetings by email, by placing notices on her home, and by possibly even texting her. Per Evenden, Haack never responded to any of these notifications.

Evenden testified that there was a substantial profit for NRS in 2016. After 2016 the numbers began to drop, including a drop of \$70,000.00 in profit in 2017, and an additional drop of about \$92,000.00 in profit in 2018. He acknowledged that the salaries provided for Evenden and Ayala, as well as legal fees for this matter, could have led to the drop in profits in 2017.

Evenden testified that until 2016 Plaintiff Haack maintained the books and paid payroll and taxes. Haack was also responsible for the business licenses of the two NRS offices and was the only licensed realtor at the China Town office and was responsible to a certain extent for the operation of this second office.

Evenden, Ayala, and Haack had a meeting at Balboa Pizza on January 31, 2017 regarding the plan to expand NRS into the space across the hall from the current office. Following the January 31, 2017 Balboa meeting there were a flurry of text messages that were sent between the parties. He acknowledged there was a text message to Haack stating that it was time for them to buy her out as well as one trying to get her to meet with them to remove her from NRS. He testified that he had originally wanted the three of them to

meet during this time without lawyers and to figure out a solution that mutually worked for all three parties, but that Haack wanted to have her attorney involved in the process. Although Evenden testified repeatedly that Haack verbally stated she was resigning at the Balboa meeting, he acknowledged that there was no evidence in writing. Although Haack was not prevented from working as an agent during this time, after the Balboa meeting she no longer wanted to put money into the business or be a part of its operations.

Evenden stated that Haack breached the Operating Agreement when she failed to follow up on her promise to move the company forward and expand. Evenden testified that once Haack breached the Agreement, he and Ayala began noticing themselves and Haack for special meetings. This was not common practice prior to Haack's breach but she was noticed for the special meeting in May. It was at the meeting in May 2017 where Evenden and Ayala amended the Agreement; Haack never showed up to the meeting and thus written consent was never received. Further, Haack's breach, along with a cease and desist letter she sent, led to Evenden and Ayala deciding it would be best to dissolve the company before they ultimately decided to unwind that decision.

In May 2017, NRS had between 30 and 40 agents. The new entity, Life Real Estate, had about 104 agents at the time of the trial. Evenden noted that the agents Haack recruited were at NRS until that entity's lease expired.

Once Haack was no longer handling the bookkeeping for NRS, the books were audited to ensure that Life Real Estate employees were not paid out of NRS. Evenden was unsure if NRS paid the Secretary of State fees for Life Real Estate. However, Evenden and Ayala did vote to pay the legal fees out of NRS funds for this action. Further, while Evenden testified that he did not specifically know why certain checks were paid to himself directly, he asserted that he would sometimes pay for business expenses out of his

own pocket and reimburse himself from NRS. To this day, Evenden asserted, Haack is still a one-third owner of the NRS entity.

### B. Jefrie Felton

Jefrie Felton ("Felton") is a realtor who had been with NRS since 2010 but has since left. He testified that he was under the impression that Haack left the company because she was tired and ready to retire for health reasons. Felton testified that in April 2017 he attended a meeting and received an email NRS was being dissolved. Thereafter, a contract with the new company was placed on his desk with a 10-day deadline of March 26, 2017 saying that licenses would be returned to the agents if they chose not to sign.

Felton acknowledged that he ultimately left NRS because of infighting among the partners and worried about the viability of the company. He testified that he is unaware of who caused the issues but was aware that the intent was for NRS to expand across the hall.

### C. Roger Ayala

Defendant Roger Ayala, like Evenden, testified that sometimes he would be reimbursed for expenses that he incurred on behalf of the company. This could include charitable contributions in addition to other business expenses.

Regarding the space across the hall from NRS, Ayala testified that he remembered Haack giving permission to open the new office in early 2017. Ayala sent the March 10, 2017 letter threatening to send Haack's license back to the Real Estate Division because she continuously changed her mind on whether Evenden and Ayala could open the new business without her.

When asked about the March 10, 2017 letter Evenden and Ayala sent to Haack stating that Haack had been removed from NRS, Ayala testified that he never fully understood the contents of it at the time and still does not today. He noted that they

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presented the circumstances to their attorney, they paid the attorney with NRS funds, and the attorney drafted the letter. It was the fear of litigation, Ayala testified, that ultimately led he and Evenden to withdraw the dissolution.

Ayala testified that he believes he told the agents at NRS that they had to move to Life Real Estate because Evenden was stepping down as broker of NRS to assume that role at Life Real Estate. However, Ayala did not believe that any of NRS's agents left before the March 10, 2017 letter to Haack.

Ayala ended up becoming the broker of record for NRS. Ayala testified that during his time as broker of record for NRS he is unsure about how much money NRS made. He did note, however, that lease payments for the Life Real Estate location have never been paid out of the NRS funds and that one particular large payment had to be paid out of NRS to pay the back dues of about seven months of CAMs for the NRS location.

Regarding Haack's share of the distribution, Ayala testified that she was given one check for \$32,000.00 and one check for \$29,000. The original offer to her was for one-third of the cash on hand and one-third of the profits going forward. He acknowledged that this was not based on a formal evaluation of the company.

### D. Nancy Haack

Plaintiff Nancy Haack testified that negotiations for the expansion began in 2016 and continued into 2017. She acknowledged that her husband did not want to sign a personal guarantee for either the new space across the hall or to extend the current NRS lease beyond its expiration<sup>1</sup>. Haack testified that her husband was worried about her

<sup>&</sup>lt;sup>1</sup> Sean Evenden, Roger Ayala, Nancy Haack, and their spouses had to sign personal guarantees for the NRS lease. To extend the NRS lease beyond its expiration would again require personal guarantees from all of the parties.

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DEPARTMENT TWENTY THREE LAS VEGAS NV 89101-2408 health, due to a previous heart attack, and that she was doing too much work for the NRS business without being properly compensated.

Haack testified that she was originally told by Evenden that their spouses would only need to sign a two year personal guarantee but that she later found out the guarantee was for the length of the contract. She stated that she had originally wanted a lawyer to look at the lease but that Evenden and Ayala felt that was unnecessary. Following the contentious negotiations during and after the Balboa meeting, Haack's attorney advised her to have them open the new company in the space across from NRS while she would stay on at NRS; eventually the two entities would merge after two years. One of her concerns was that after seven years of not making money she did not want to use the profits NRS finally made and invest that into a new location.

Haack asserted that she never wanted to leave NRS and wanted to maintain her role at NRS but would not be an owner of the new company across the hall. She was worried about Evenden and Ayala removing her from NRS. However, at her deposition, Haack testified that she would not go back to NRS. Haack denied ever saying she would quit at the Balboa meeting but testified that it was uncomfortable going into work after that meeting and that she "didn't want to be there." Haack wanted to keep NRS running until she was off the lease.

Haack also asserted that after she started this litigation she was never given access to all of the accounting records that she needed. The forensic accountant had access, but Haack testified that January 2020 was the first time she got access to the information and was only given a login for QuickBooks, rather than for the other software including Loanwolf and ADP. ADP was used for payroll while Loanwolf was used for tax purposes.

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And while she did receive a distribution in 2017, based on 2016 being profitable, there have been no further distributions after January 2018.

Haack testified that the Agreement always required unanimous consent for major changes as well as decisions related to finances and ownership. She acknowledged that it says majority in the Agreement but that is not her interpretation of the Agreement. Further, Haack asserted that Section 10.5 (Required Approval) of the Agreement prohibited members from voting for indemnification if they are parties to the proceeding. She further testified that she never saw the May 2017 amendment so she could not have agreed on the change but did acknowledge that she received the notices posted on her home. Haack testified, "Why would I go to a meeting if every item is against me." Haack stated that she did not believe the Agreement could be amended to benefit only two of the members.

Haack stated that she always envisioned the members would get salaries once the company was profitable. She also testified that she initially agreed to expand NRS across the hall because the current office lacked sufficient offices and desk space for all of the agents. Haack asserted that while she was fine signing the personal agreement on the new space, it was her husband who did not want to sign himself. However, in a text message Haack sent on February 6, 2017 she mentioned that she wanted to ensure she "wasn't tied to a lease until I was 72 years old." On February 8, 2017, Haack had her lawyer send a letter to Ayala and Evenden stating that she had no interest in renewing the lease for the NRS location. Haack did not dispute saying she was going to retire at one point, but noted that Evenden had regularly threatened to leave the business as well. She acknowledged that she told them to just create the new business across the hall but that they were not to use any of her or NRS's money for the project.

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NRS had about 40-45 agents the day Haack left the company and about 50 agents in November 2017 per Haack. NRS existed through October 2019 up to the expiration of its lease. She testified that she went to the office in 2019 to retrieve her possessions and that the core group of agents were still at NRS.

#### E. Crystal Elijah-Ramos

Crystal Elijah-Ramos ("Elijah-Ramos") is a realtor who started with NRS in January 2016. She testified that she moved her license to NRS because of a good rapport she had with Haack when they met. Elijah-Ramos stated that when she was presented with the offer to go over to the new space or have her license returned to the division, she felt like she was being intimidated but nonetheless signed the new agreement with Life Real Estate.

#### F. Joseph Leauanae

Joseph Leauanae ("Leauanae") is a forensic accountant, accredited in business evaluation and accounting forensics. He was retained by Plaintiff in May 2018 for the purpose of calculating the economic damages incurred by NRS and/or Haack.

When analyzing the seven bank accounts attached to NRS, Leauanae testified that transfers were seen between accounts he did not have access to. He noted that two accounts had been opened after Haack's departure and that this is unusual. After completing his report at some point in 2019 his online access to the databases was stopped.

Leauanae stated that he was provided statements from January 2016 up through May 2018 that was missing some information. Over 23,000 transactions were compared to the flow of funds through the accounts. He noted transactions to the US Treasury for approximately \$102,694 paid by NRS on behalf of Evenden. Leauanae testified that these payments would be for tax obligations by or on behalf of Evenden and while the

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Quickbooks account referenced the amount, it did not specify how it was recorded. A company like NRS, per Leauanae, would require the individual rather than the company be responsible for the tax obligations. While Leauanae noted in his expert report that there may be (1) damages related to alleged accounting/Operating Agreement-based improprieties as well as (2) damages related to defendants' alleged misappropriation of corporate assets and the formation of Life Real Estate, a competing entity, Leauanae testified he did not have all the information he needed to formulate a final conclusion on many of the allegations. Further, Leauanae was unable to reconcile the differences between the profit and losses shown in Quickbooks and Loanwolf<sup>2</sup>.

Leauanae noted that the salaries paid to Evenden and Ayala, along with various payments to Evenden and the landlord Vestar Property Management were transactions that caught his attention. The payments to Vestar had been \$7,500 per month before Haack's departure and that went up to \$11,000.00 following her departure. Leauanae testified that the increase in payments could have been for the missing CAM payments but he has no information to agree or disagree with that assessment.

#### IV. FINDINGS OF FACT AND CONCLUSIONS OF LAW

Ultimately, what came before this Court were the intimate details of a business relationship that had rotted to its core. As disagreement arose between the members regarding how to properly move the business forward, evidence was presented to this Court that showed resentment had set in, threats were made to one another, and the parties all made comments evincing their desires to go their separate ways. Beyond the mere words of the parties, their respective actions among one another are critical to this Court.

 $^2$  In 2017 NRS showed income of \$709,021.00 in Loanwolf and \$214,000.00 in Quickbooks. In 2018 the numbers showed \$709,000.00 in Loanwolf and a loss of \$121,000.00 in Quickbooks.

#### A. Plaintiff's Breach of Contract Claim

To prevail on a breach of contract claim, the plaintiff must demonstrate: (1) the existence of a valid contract; (2) a breach by the defendant; and (3) damages caused by the breach. *Cohen-Breen v. Gray Television Grp., Inc.*, 661 F. Supp. 2d 1158, 1171 (D. Nev. 2009). A person breaches a contract when they fail to perform a "duty arising under or imposed by an agreement." *State Dep't of Transportation v. Eighth Judicial Dist. Court in & for Cty. Of Clark*, 133 Nev. 549, 554 (2017). A party does not have to perform under a contract if the other party materially breaches their duty to perform first. *Cain v.* Price, 134 Nev. 193, 196 (2018). Here, both plaintiff and defendants have asserted claims for breach of contract.

Plaintiff claimed Defendants breached the Agreement in a myriad of ways.

Meetings were conducted without Haack. Amendments to the Agreement were made without her written consent, including an amendment providing salaries to Evenden and Ayala, but not Haack, and an amendment that was made involving the addition of a provision for capital calls that was never exercised. Plaintiff also claimed that Defendants breached the Agreement when they dissolved NRS, however, that dissolution was promptly reversed, as noted by Defendants. Most critical to Plaintiff's arguments is the assertion that Defendants breached the Agreement by forming the new company, Life Real Estate, and appropriating NRS's assets, goodwill, intellectual property, and real estate agents.

Further compounding the issues at NRS, Plaintiff alleged that Defendants breached the contract when they excluded Haack from the office. Plaintiff also asserted that Defendants' threats to fire NRS's agents if they did not sign independent contract with Life Real estate constituted a breach. Per Haack, this amounted to taking NRS's agents to

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better the new company. Plaintiff's damages are from the loss of agents, resulting in a loss of transactions and diminished profitability for NRS.

Defendants noted that Section 6.3 of the Agreement allowed for special meetings as long as two-thirds of the holding interests are represented and all of NRS's members are notified of the special meeting. Haack was notified of the meetings. She acknowledged at trial the notices that were left at her home. Further, Section 6.11 of the Agreement allows for actions to be taken on behalf of the corporation through a vote of a majority of the members. Defendants again noted that Evenden and Ayala make up a majority of the members.

Regarding the creation of Life Real Estate, Defendants asserted that Haack expressly authorized Defendants to start their own company as evidenced by text messages, deposition testimony, and Haack's own testimony at trial. Defendants noted that this did not alter Haack's one-third interest in NRS, an interest that still remains today. Defendants argued that because they funded the company independently, not relying on any of NRS's assets, that their actions were consistent with the Agreement and with Haack's own demands. In addition, Haack has received over \$60,000.00 in profits from her share of NRS since the alleged breaches. Furthermore, in conjunction with Haack's undisputed distribution profits, Plaintiff never proved any damages<sup>3</sup>. The Forensic Accountant was unable to specify damages due to his repeated testimony that he needed more documents and information to make a conclusion. His report only noted possible areas of misappropriation.

Defendants noted that only a few agents ultimately left NRS. Further, those that left because of the dispute between the members was caused by Haack and a number of

<sup>&</sup>lt;sup>3</sup> Defendants argued that Plaintiff failed to prove damages on each of her claims.

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those agents who left went with Haack to the competing brokerage she formed.

Defendants felt they had to restrict Haack's access to the office and to the bank accounts because her vindictive behavior towards Defendants threatened NRS and its agents. Her testimony that she preferred a "pound of flesh" to money is evidence of this. Further, it was only after Haack breached the Agreement by reneging on her promise to help expand NRS that Defendants chose to restrict her access to the bank accounts.

COURT FINDS, Defendants Sean Evenden and Roger Ayala did not breach their contract with Plaintiff Nancy Haack. There undisputedly was a contract between the parties in the form of the Operating Agreement for NRS. While amending the Agreement without Plaintiff Nancy Haack's signature may have been done to better their positions, it was compliant with the language of the Agreement only requiring a majority vote.

Further, COURT FINDS, the correspondence between Defendants and the NRS agents did not constitute a breach of contract. Defendants were acting on the express consent of Nancy Haack to open the new space across the hall and provided the agents an alternative option to moving their license to the new space. While Defendants did initially begin dissolution of NRS, they promptly reversed that action and the action did not rise to a breach of contract.

### B. Plaintiff's Breach of the Implied Covenant of Good Faith and Fair Dealing

Pursuant to Nevada Revised Statute § 104.1304, every contract in Nevada contains an implied covenant that requires all parties to act in good faith. Nev. Rev. Stat. § 104.1304. A party acts in good faith by acting honestly and by observing reasonable commercial standards of fair dealing. Nev. Rev. Stat. § 104.1201(t). To establish a claim for breach of the implied covenant of good faith and fair dealing, a plaintiff must prove:

(1) existence of a valid contract; (2) plaintiff had a justifiable expectation to receive certain

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benefits consistent with the spirit of the contract; (3) defendant performed in a manner that violated or was unfaithful to the spirit of the contract; (4) the defendant's unfaithful action was deliberate; and (5) causation and damages. *Hilton Hotels Corp. v. Butch Lewis Productions, Inc.*, 107 Nev. 226, (1991). A party can breach the implied covenant of good faith and fair dealing even if they comply with all the terms of the contract in question. *Id. at* 233. Again, both parties have asserted a claim for breach of contract against one another.

Plaintiff asserted the same arguments for this cause of action as she did for the breach of contract claim. She argued that Defendants breached the implied covenant by breaching the Agreement. Defendants asserted that they never breached the Agreement in the first place; Haack was the breaching party.

COURT FINDS, Defendants did breach the implied covenant of good faith and fair dealing. The actions of the Defendants in this matter violated the spirit of the Agreement between themselves and Nancy Haack, even if they did not technically violate the terms of the Agreement. While Plaintiff may not have originally pled the loss of salary in her Second Amended Complaint, the salary taken by Sean Evenden and Roger Ayala is evidence of damages suffered by Nancy Haack in this matter. They deliberately amended the Agreement to provide a salary for themselves on account of the work they had to do for NRS after Nancy Haack was no longer involved in the office. The parties agreed that salaries would be appropriate once the business was profitable. The business was profitable, Nancy Haack was and is still a member of NRS, and she was entitled to any salary that Sean Evenden and Roger Ayala amended the Agreement to provide.

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### C. Plaintiff's Breach of Fiduciary Duty Claim

To prevail on a breach of fiduciary duty claim a Plaintiff must prove the following elements at trial: (1) the defendant had a fiduciary duty; (2) the defendant breached the duty; and (3) the breach caused the plaintiff damages. Klein v. Freedom Strategic Partners, LLC, 595 F. Supp. 2d 1152, 1162 (D. Nev. 2009). Among partners, there is a fiduciary duty to provide full and frank disclosure of all relevant information. Clark v. Lubritz, 95 Nev. 45, 48 (1979). Excessive salaries taken by corporate officers is a breach of those officers' fiduciary duty. Bedore v. Familian, 122 Nev. 5, 12 (2006).

Plaintiff argued that Defendants breached their fiduciary duty by forming the new business Life Real Estate and using the Life Realty Trademark. At trial, Plaintiff also raised the issue of Defendants taking a salary for themselves and not extending that salary to Haack. Those actions, Plaintiff asserted, breached the fiduciary duty that Evenden and Ayala had to Haack and to NRS.

Defendants noted the correspondence from Haack to Evenden and Ayala that she consented to Defendants' use of the Life Realty Trademark so long as they did not use any NRS assets. They argued that this showed consent on Haack's behalf and thus, they did not breach their fiduciary duty<sup>4</sup>. Regarding the allegation that the amendment to the Agreement providing salary to Evenden and Ayala, but not Haack, breached Defendants' fiduciary duties, Defendants first noted that this claim was never part of Plaintiff's complaint and should not be considered by this Court. Further, they argued that this action complied with Section 13 of the Agreement because only a majority is needed to amend the Agreement. This was confirmed, under oath, by the drafter of the Agreement.

Defendants argued that they had a right to pay themselves a salary so long as it was

<sup>&</sup>lt;sup>4</sup> See Doe v. Round Valley Unified School Dist., 873 F. Supp. 2d 1124, 1130 (D. Ariz. 2012) (Citing Restatement (Second) of Torts § 892 (1965) to note that consent is a defense to tort claims.)

reasonable and commiserate with the market. Defendants noted Haack's own testimony that the industry standard was above the \$50,000.00 salary Defendants provided for themselves. Further, once Haack left the Company and no longer provided her one-third of the services to NRS, she was no longer entitled to the compensation.

COURT FINDS, Defendants breached their fiduciary duty to Nancy Haack. Plaintiff did testify that the amount of salary taken by Defendants was below the industry standard, but it was excessive in comparison to her allotted salary of zero dollars. While Defendants did provide notice to Nancy Haack of the special meeting, this Court looks at the totality of Defendants' actions once conflict began among the parties and concludes that Defendants intended to provide themselves a benefit that they were unwilling to provide to Nancy Haack.

#### D. Plaintiff's Conversion Claim

The elements a Plaintiff must prove on a conversion claim are: (1) defendant wrongfully exerted a distinct and intentional act of dominion over plaintiff's property; (2) defendant acted in denial of or inconsistent with the plaintiff's use and enjoyment of the property, or in derogation, exclusion, or defiance of the plaintiff's rights or title in the property; and (3) causation and damages. See M.C. Multi-Family Dev., L.L.C. v. Crestdale Assocs., Ltd., 124 Nev. 901, 910 (2008). Consent is a defense to conversion Rajala v. Allied Corp., 919 F.2d 610 632 (10th Cir. 1990) (citing Restatement (Second) of Torts § 252 (1965)).

Plaintiff argued that Defendants converted the assets of NRS, and deprived Haack of her rights under the Agreement. By opening up Life Real Estate across the hall from NRS, and restricting Haack from the NRS premises, Defendants exerted dominion over

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Haack's membership in NRS. Further, Plaintiff argued that Defendants Evenden and Ayala used NRS funds to finance Life Real Estate.

Defendants again noted that Haack consented to opening the new company and using the Life name. She gave sworn testimony that she wanted Evenden and Ayala to run their own separate company in the new space while allowing NRS to continue running in its space until that lease expired. More importantly, they asserted that Haack's membership was never interfered with as she remained a member of NRS and still does to this day.

COURT FINDS, Defendants did not convert any assets from NRS. The forensic accountant was unable to specify damages for this Court during his testimony or in his report. He laid out potential misappropriations but admitted that in at least one of these alleged misappropriations the money could have been used to pay the owed CAM fees for the NRS space.

### E. Plaintiff's Indemnity Claim

Where two or more parties agree on a contractual provision that one party will reimburse the other party for liability resulting from one party's work there is contractual indemnity. *United Rentals Hwy. Techs. v. Wells Cargo*, 128 Nev. 666, 673 (2012). "When the duty to indemnify arises from contractual language, it generally is not subject to equitable considerations; rather it is enforced in accordance with the terms of the contracting parties agreement." *Id.* This Court must strictly construe indemnity clauses. *Id.* 

Here, Plaintiff argued that Defendants wrongfully used NRS funds to pay for these legal proceedings in violation of the Agreement. Plaintiff noted that Section 10.5 of the Agreement states that any indemnification requires a majority vote of the "LLC Interests of Members who were not parties to the proceeding at a duly held meeting of the Members

at which a quorum is present." Here, the only members who voted in favor of Indemnification, Evenden and Ayala, are both parties to this proceeding and thus improperly indemnified themselves. Defendants' argument against this claim was that the legal fees were properly advanced and that Defendants are only required to reimburse NRS if they lose.

COURT FINDS, pursuant to Section 10 of the Agreement, and consistent with Defendants' own concessions, Defendants are responsible to reimburse NRS for the funds utilized to pay for the legal defense of Sean Evenden and Roger Ayala as they breached the implied covenant of good faith and fair dealing as well as their fiduciary duties.

#### F. Plaintiff's Accounting Claim

"Before a claim for accounting can be pursued, Nevada law requires that the parties to such a claim must first and foremost be partners." *G.K. Las Vegas Limited P'ship v. Simon Prop. Grp., Inc.*, 460 F. Supp.2d 1246, 1262 (D. Nev. 2006). Every partner in a business is entitled to an accounting. *State v. Elsbury*, 63 Nev. 463, 467-68 (1946). Here, there is no dispute among the parties that Haack, Evenden, and Ayala were partners of NRS.

Plaintiff argued that she was never provided all the books and records of NRS.

Haack asserted that she needed a proper accounting to ensure she was given a proper distribution based on NRS's profits. Further, a true accounting was necessary to show whether Defendants converted the assets, intellectual property, good will, etc. from NRS.

Defendants argued that they have fully complied with their duty to provide Haack with an accounting. She was given full access to NRS's books and records and her independent forensic accountant could review all of NRS's records. They note that the accountant failed to find any monies that were wrongfully taken from the Company.

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Rather, the forensic accountant only noted discrepancies and possible areas of misappropriation.

COURT FINDS, Defendants did provide a proper accounting of NRS to Plaintiff during the course of discovery. While Plaintiff regularly challenged the sufficiency of the documentation up and through trial, Plaintiff's own forensic accounting expert testified that he received the information from NRS's accounts. What he lacked was information on the unknown accounts outside of the sphere of NRS itself. He even acknowledged in his testimony that he was provided follow up information from Sean Evenden when he requested it.

However, COURT FINDS, this Court is not able to make a valuation of the company or assess whether the profit distributions were paid proportionately. An independent accounting of the company, at Defendants' expense, is necessary to establish whether Nancy Haack was paid appropriately. This accounting should cover 2016 until the close of NRS. The reimbursement of Defendants' legal fees must be accounted for to determine what the profitability of the company would have been without this matter solely based on the inclusion of those fees and not any collateral impact from the law suit.

#### G. Defendants' Breach of Contract Counterclaim

Defendants' counterclaim alleged that it was Haack who initially breached the Agreement by reneging on her promise to expand NRS. She specifically reneged on signing the new lease, refused to allow NRS money to be used for the build out of the new space, and refused to be responsible for her share of any losses at the new space.

Regarding the new lease, Defendants asserted that it was both Haack and her husband who did not want to sign the personal guarantee. The rift between the members, Defendants

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argued, led to the loss of agents at NRS and the inevitable income and profits that would have been received had they stayed with NRS.

Plaintiff asserted that despite the need for additional space to accommodate NRS's growing business, there was never a formal agreement between the parties to expand into the new space. Haack, Evenden, and Ayala agreed that expansion was necessary but the offer on the new space was not amenable to Haack or her husband. Haack did not breach the Agreement when she and her husband refused to sign a lease they found unpalatable.

COURT FINDS, Plaintiff Nancy Haack did not breach her contract with Defendants. There was substantial testimony from all three parties that involved threats to quit NRS at some point in time and threats against one another, including Defendants' threat to deliver Haack's license back to the Real Estate Division. Further, while Haack testified that she did originally intend to expand NRS, this Court is not convinced that her refusal to sign a personal guarantee on a new lease is a breach of contract. Whether it was her concern about signing a personal guarantee that would last into her seventies, or whether it was her husband's refusal to sign the personal guarantee, she was not contractually obligated to sign a personal guarantee for a lease in an effort to grow NRS.

### H. Defendants' Breach of the Implied Covenant of Good Faith and Fair Dealing Counterclaim

Defendants also asserted the same arguments in their counterclaim. In addition to those arguments, Defendants argued that Haack violated her duties when she filed multiple complaints against Defendants with the Real Estate Division. Her behavior towards the Defendants was another example of Haack violating her duty under the covenant.

Defendants argued that this behavior was deliberate and hindered their ability to perform under the Agreement.

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Haack acknowledged that she filed complaints against Defendants Evenden and Ayala. Her testimony noted that she was angry with them, but it was because of their actions towards her. Haack also denied her behavior in the office rose to the level described by Defendants and argued that she was simply responding to their behavior and actions towards her.

COURT FINDS, both parties demonstrated a lack of civility towards one another and one party was not more responsible than the other for the loss of current and prospective agents at NRS. The two former NRS agents who testified said that it was infighting among the members that led to their departure. This Court does not find that Defendants or Plaintiff Nancy Haack deserve more responsibility for the loss of agents in NRS. Based on the disruptive and threatening behavior of all the named parties in this matter, COURT FINDS, Nancy Haack did not breach the implied covenant of good faith and fair dealing.

# I. Defendants' Tortious Interference with Contract and Prospective Economic Advantage Counterclaim

To prevail on a claim for tortious interference with prospective economic advantage a plaintiff must prove: (1) plaintiff had a prospective contractual relationship with a third party; (2) defendant knew of the prospective relationship; (3) defendant intended to harm the plaintiff by preventing the prospective relationship; (4) defendant's interference with the relationship was not privileged or justified; and (5) defendant's interference caused plaintiff actual harm. *In re Amerco Derivative Litig.*, 127 Nev. 196, 226 (2011).

For this counterclaim, Defendants argued that Haack's actions interfered with Defendants' prospective contractual relationships with the agents they would have hired

had NRS expanded. They asserted that Haack knew about these relationships and note that she even showed prospective agents the new office. Once Haack reneged on her promise to expand NRS with Defendants she prevented these relationships from materializing. Further, Defendants argued that Haack's statements that she was trying to "get back at" Defendants and that she wanted them to "start over like she had to" is evidence of their counterclaim.

Plaintiff asserted at trial that while she had intended to expand the NRS space, Haack's husband's refusal to sign the personal guarantee resulted in Haack's refusal to sign the new lease<sup>5</sup>. Further, she argued that it was the actions by the Defendants that led to the tension in the office and ultimately harmed NRS.

COURT FINDS, Haack's actions were no more responsible for any loss of agents than those actions of the Defendants. The former NRS agents who testified at trial both noted that infighting among the members led to their departure, not any specific actions of Haack. Further, COURT FINDS, Defendants moved forward with their plans to open the new company in the space across from NRS and any prospective agents still had the opportunity to join the company in the new space.

#### J. Defendants' Declaratory Relief Counterclaim

Defendants' final counterclaim asked this Court to declare that Haack abandoned NRS based on her statements and actions. She reneged on her promise to expand NRS, including refusing to sign the lease and personal guarantee for the new space belonging to Life Real Estate. Defendants pled that Haack resigned her position in NRS.

<sup>&</sup>lt;sup>5</sup> Nancy Haack's husband has never been a party to this matter.

COURT FINDS, Plaintiff did not resign her position in NRS. Defendants testified at trial that Haack is still a member of NRS contradicting the claim that she resigned her position in NRS.

#### V. ORDER

For the foregoing reasons, IT IS HEREBY ORDERED, judgement shall be awarded in favor of Plaintiff Nancy Haack on her claims of (1) breach of the implied covenant of good faith and fair dealing and (2) breach of fiduciary duty against Defendants Sean Evenden and Roger Ayala. Defendants Sean Evenden and Roger Ayala are required to pay Nancy Haack an equivalent amount of money in salary that they were paid after amending the Operating Agreement of NRS Realty Group, LLC.

IT IS FURTHER ORDERED, pursuant to the Operating Agreement, Defendants shall reimburse NRS Realty Group, LLC any monies provided by NRS Realty Group, LLC, used towards Defendants' legal representation in this matter.

IT IS FURTHER ORDERED, Plaintiff shall submit a list of three proposed independent accountants to Defendants who will choose one of the proposed accountants to provide an independent accounting of NRS Realty Group, LLC, including but not limited to, the profitability of the company from 2016 until the closing of NRS. The accountant shall also determine the value of NRS Realty Group, LLC at the time of its closing. The expense of the independent accountants shall be paid by Defendants. Further, Sean Evenden and Roger Ayala shall pay Nancy Haack one-third of the profits and value, minus any distribution that Haack already received, based on the independent accounting.

IT IS SO ORDERED.

STEFANY A. MILEY
DISTRICT JUDGE

Dated this 17th day of June, 2020.

HONORABLE STEFANY A. MILEY

DISTRICT COURT JUDGH

DEPARTMENT XXIII

#### **CERTIFICATE OF SERVICE**

I hereby certify that on or about the date signed, a copy of this Decision and Order was electronically served and/or placed in the attorney's folders maintained by the Clerk of the Court and/or transmitted via facsimile and/or mailed, postage prepaid, by United States mail to the proper parties as follows: Nancy L. Haack, 1870 Morganton Dr., Henderson, NV, 89052, John Holiday, Esq. and Patrick J. Sheehan, Esq.

By:

Carmen Alper
Judicial Executive Assistant
Department XXIII

**Other Tort COURT MINUTES** June 20, 2017 Nancy Haack, Plaintiff(s) A-17-753435-C Sean Evenden, Defendant(s) **Defendants' Motion** 9:30 AM **Motion to Dismiss** June 20, 2017 to Dismiss or Alternatively for **Summary Judgment** 

**COURTROOM:** RJC Courtroom 12C **HEARD BY:** Miley, Stefany

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

PRESENT: Sheehan, Patrick J. Attorney

Simpson, Taylor Attorney

#### **JOURNAL ENTRIES**

- Argument by Mr. Sheehan stating a new company had not been formed and believed allegations to be false. Argument by Mr. Simpson advising an individual could not do business without being with a broker. Further argument by Mr. Sheehan. COURT ORDERED, motion DENIED WITHOUT PREJUDICE as it finds there to be genuine issues of material fact. Mr. Simpson to prepare the Order and provide to opposing counsel for review prior to submitting to the Court for signature.

PRINT DATE: 07/13/2020 Page 1 of 31 June 20, 2017 Minutes Date:

A-17-753435-C

Nancy Haack, Plaintiff(s)
vs.
Sean Evenden, Defendant(s)

January 23, 2018

9:30 AM

Motion for Appointment of Receiver

Motion for Appointment of Appointme

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Ayala, Roger Defendant

Counter Claimant

Receiver

Haack, Nancy Plaintiff

Counter Defendant

Sheehan, Patrick J. Attorney Simpson, Taylor Attorney

### **JOURNAL ENTRIES**

- Court pointed out parties had different versions. Argument by Mr. Simpson noting business dispute. Court stated it had not seen what issue Plaintiff had with Defendants. Clarification made by Mr. Simpson. Upon Court's inquiry, Mr. Simpson advised Plaintiff and her spouse were put on the lease. Court asked why Plaintiffs wanted a receiver. Argument by Mr. Simpson. Argument by Mr. Sheehan noting that not only does the Plaintiffs want a receiver, they want a dissolution and referred to page two of their Opposition. Court inquired where the proof would be found. Additional argument by Mr. Simpson. Mr. Sheehan noted they are still business. Court it would re-review the exhibits and render a decision via an order.

PRINT DATE: 07/13/2020 Page 2 of 31 Minutes Date: June 20, 2017

A-17-753435-C

Nancy Haack, Plaintiff(s)
vs.
Sean Evenden, Defendant(s)

May 15, 2018

9:30 AM
Motion to Extend
Discovery
Extend Time to
Complete Discovery

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Haack, Nancy Plaintiff

Counter Defendant

Sheehan, Patrick J. Attorney
Shelton, Karl A. Attorney

#### **JOURNAL ENTRIES**

- Argument by Mr. Sheehan. Court noted case should be heard on the merits and stated case should be fully flushed out before trial. Colloquy regarding discovery deadlines. Mr. Sheehan stipulated to debt relief. COURT ORDERED, motion GRANTED. FURTHER, trial date VACATED and RESET. Mr. Shelton advised there had been an allegation of misappropriations of funds and believed an expert might be needed. Mr. Shelton to prepare the Order and provide to opposing counsel for review prior to submitting to the Court for signature. JEA to prepare Amended Trial Scheduling Order. Discovery deadlines are as follows: Amended Pleadings regarding Debt Relief is due on or by May 23, 2018; Witness Disclosures are due on or by June 15, 2018; Rebuttal Disclosures are due on or by July 15, 2018; Close of Discovery is August 14, 2018; and Dispositive Motions are due on or by September 13, 2018.

11-06-18 11:00 AM CALENDAR CALL

PRINT DATE: 07/13/2020 Page 3 of 31 Minutes Date: June 20, 2017

#### A-17-753435-C

11-13-18 1:00 PM BENCH TRIAL

PRINT DATE: 07/13/2020 Page 4 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES September 25, 2018

A-17-753435-C Nancy Haack, Plaintiff(s)

VS.

Sean Evenden, Defendant(s)

September 25, 2018 9:30 AM Motion to Strike Plaintiffs' Motion to

Strike Claims in Defendants' First Amended

Amenaea Counterclaim

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

REPORTER:

**PARTIES** 

PRESENT: Sheehan, Patrick J. Attorney

Shelton, Karl A. Attorney

#### **JOURNAL ENTRIES**

- Court stated it received an Opposition and noted leave is usually given freely. Argument by Mr. Shelton noting the Defendants want to modify this Court's scheduling order with no good cause. Court pointed out parties are present as Defendants filed Amended Counterclaim without being given leave. Argument by Mr. Shelton. Mr. Sheehan stated there is no harm to Defendants and noted nothing will affect discovery. Further argument by Mr. Shelton regarding prejudice and believed Defendants had not met pleading standards. Mr. Sheehan requested leave to amend and stated they will word it exactly how Plaintiff would like it to read. Court direct counsel to prepare a proposed counterclaim at which time it will determine if there is good cause and ORDERED, matter CONTINUED.

11-06-18 9:30 AM PLAINTIFF/COUNTER DEFENDANT'S MOTION TO STRIKE CLAIMS IN DEFENDANTS' FIRST AMENDED COUNTERCLAIM

PRINT DATE: 07/13/2020 Page 5 of 31 Minutes Date: June 20, 2017

Other Tort		COURT MINUTES	November 06, 2018	
A-17-753435-C	Nancy Haack, Plaintiff(s) vs. Sean Evenden, Defendant(s)			
November 06, 2018	9:30 AM	All Pending Motions	Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims; Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims; Defendants' (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Claims and (3) Defendants' Countermotion for Summary Judgment in its Favor on All Claims; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim;	

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

PRINT DATE: 07/13/2020 Page 6 of 31 Minutes Date: June 20, 2017

Calendar Call

#### A-17-753435-C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Evenden, Sean Defendant

Counter Claimant

Haack, Nancy Plaintiff

Counter Defendant

Sheehan, Patrick J. Attorney
Shelton, Karl A. Attorney

#### **JOURNAL ENTRIES**

- As to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims: Argument by Mr. Shelton regarding operating agreement and indemnification. Counsel further argued regarding entitlement to attorney fees, stated funds needed to returned and believed there to be a breach of operating agreement. Court believed there to be genuine issue of material fact as Defendant stated she agreed to this in her deposition. Additional argument by Mr. Shelton. Court stated the more counsel argued the more it believed there to be genuine issue of material fact. As to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims: Argument by Mr. Shelton stating they did not believe Defendants could show original lease that the Plaintiff was guarantor. Court noted tortuous inference being in Counter Claim. Further argument by Mr. Shelton. Mr. Sheehan provided another set of exhibits with attachments reflecting Plaintiff not being forced out, pointed out Plaintiff was given \$65,000.00 for doing nothing and noted Plaintiff stated she did not want to be with the company. Mr. Sheehan noted Plaintiff suffered no damages as she guit the company which is the reason she is not on the bank account. Additional argument by Mr. Shelton. Court advised it wanted to review Plaintiff's entire deposition. Mr. Shelton continued to argue regarding damages. Court advised it will review deposition and believed no further testimony was needed. Mr. Shelton advised the time frames were not clear in the deposition. COURT ORDERED, motions CONTINUED to Chamber Calendar and written decision will issue. At the request of parties, Court will address the Calendar Call and Trial setting in said decision.

12-11-18 3:00 AM (CHAMBERS) Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims; Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims; Defendants' (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Claims and (3) Defendants' Countermotion for Summary Judgment in its Favor on All Claims; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim

PRINT DATE: 07/13/2020 Page 7 of 31 Minutes Date: June 20, 2017

Other Tort		COURT MINUTES	December 11, 2018	
A-17-753435-C	Nancy Haack, Plaintiff(s) vs. Sean Evenden, Defendant(s)			
December 11, 2018	3:00 AM	All Pending Motions	Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims; Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims; Defendants' (1) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaim, (2) Opposition to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs' Claims and (3) Defendants' Countermotion for Summary Judgment in its Favor on All Claims; Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim	

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

PRINT DATE: 07/13/2020 Page 8 of 31 Minutes Date: June 20, 2017

A-17-753435-C

COURT CLERK:	Katherine Streuber
RECORDER:	
REPORTER:	

PARTIES PRESENT:

#### **JOURNAL ENTRIES**

- Pursuant to Decision and Order filed December 17, 2018, COURT ORDERED, Plaintiffs' Motion for Partial Summary Judgment as to Defendants' Counterclaims is DENIED; Plaintiffs' Motion for Partial Summary Judgment as to Plaintiffs Claims is DENIED; Defendants' Countermotion for Summary Judgment in its Favor on All Claims is DENIED; and Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim is CONTINUED to January 31, 2019 Chamber Calendar. FURTHER, Calendar Call and Trial date are RESET.

04-09-19 11:00 AM CALENDAR CALL

04-15-19 1:00 PM TRIAL BY JURY

CLERK'S NOTE: Court Clerk spoke with Law Clerk regarding the ruling as to Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim and noted matter had not been addressed in the Decision and Order. Matter was then placed on the Court's chamber calendar for decision. 01/02/19 kls

PRINT DATE: 07/13/2020 Page 9 of 31 Minutes Date: June 20, 2017

Other Tort		COURT MINUTES	January 31, 2019	
A-17-753435-C	Nancy Haack, Plaintiff(s) vs. Sean Evenden, Defendant(s)			
January 31, 2019	3:00 AM	Motion to Strike	Plaintiffs' Motion to Strike Claims in Defendants' First Amended Counterclaim	
TIEADD DV 101			5 PVC C	

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** 

**REPORTER:** 

PARTIES PRESENT:

#### **JOURNAL ENTRIES**

- Per the Stipulation of Counsel for both parties filed on November 9, 2019, Plaintiffs Motion to Strike Claims in Defendants First Amended Counterclaim is moot. All future hearings related to this motion will be VACATED.

PRINT DATE: 07/13/2020 Page 10 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES April 08, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

vs.

Sean Evenden, Defendant(s)

April 08, 2019 10:30 AM Calendar Call

**HEARD BY:** Bonaventure, Joseph T. **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

PRESENT: Sheehan, Patrick J. Attorney

Shelton, Karl A. Attorney

#### **JOURNAL ENTRIES**

- Parties announced ready for trial and noted trial length of 3-4 days. COURT ORDERED, trial date VACATED and RESCHEDULED within current stack.

05-13-19 1:00 PM BENCH TRIAL

PRINT DATE: 07/13/2020 Page 11 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES April 16, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

VS.

Sean Evenden, Defendant(s)

April 16, 2019 9:30 AM Status Check Re:

**Trial Readiness** 

**HEARD BY:** Bixler, James COURTROOM: RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Sheehan, Patrick J. Attorney

Shelton, Karl A. Attorney Van, Michael C. Attorney

#### **JOURNAL ENTRIES**

- Mr. Van advised they were not ready for trial, noted Mr. Shelton did not have his schedule when trial was previously scheduled and stated he would be at the Federal Bar Conference. Opposition by Mr. Sheehan, stated they are ready to proceed and pointed out Plaintiff's counsel chose this trial date. Argument by Mr. Van. Colloquy regarding trial schedules. COURT ORDERED, trial date VACATED and RESET. Parties advised trial length of three days.

06-18-19 11:00 AM CALENDAR CALL

07-17-19 1:00 PM BENCH TRIAL

PRINT DATE: 07/13/2020 Page 12 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES June 11, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

vs.

Sean Evenden, Defendant(s)

June 11, 2019 11:00 AM Calendar Call

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Sheehan, Patrick J. Attorney

Shelton, Karl A. Attorney Van, Michael C. Attorney

#### **JOURNAL ENTRIES**

- Mr. Van stated they were unsure whether they could complete trial in three days. Court noted it is a bench trial which they can move accordingly and ORDERED, trial date STANDS.

PRINT DATE: 07/13/2020 Page 13 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES July 02, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

VS.

Sean Evenden, Defendant(s)

July 02, 2019 9:30 AM Status Check Status Check:

**Resetting of Bench** 

**Trial** 

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Sheehan, Patrick J. Attorney

Shelton, Karl A. Attorney Van, Michael C. Attorney

#### **JOURNAL ENTRIES**

- Court noted Senior Judge Bixler set this case for trial without knowing this Court's schedule and the case currently set for trial is older. Argument by Mr. Sheehan. Argument by Mr. Van. Court pointed out it could not do two trials at the same time and ORDERED, matter SET for trial. At the request of the parties, trial will be a FIRM setting. Trial length of 5 days.

11-05-19 11:00 AM CALENDAR CALL

11-18-19 1:00 PM BENCH TRIAL - FIRM

PRINT DATE: 07/13/2020 Page 14 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES September 10, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

VS.

Sean Evenden, Defendant(s)

September 10, 2019 9:00 AM Motion to Withdraw as Shumway Van's

Counsel

Motion to Withdraw as Counsel for Nancy Haack and NRS Realty Group, LLC

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** April Watkins

**RECORDER:** Maria Garibay

REPORTER:

**PARTIES** 

**PRESENT:** Haack, Nancy Plaintiff

Counter Defendant

Sheehan, Patrick J. Attorney
Shelton, Karl A. Attorney
Attorney

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### **JOURNAL ENTRIES**

- Upon Court's inquiry, Pltf. Haack advised she has not made arrangements for new counsel. Court noted the corporation has to be represented by counsel. Ms. Haack stated she has offered all of them my sales, they want me to settle, do not want to settle and wants to go to trial. Court advised Pltf. Haack NRS Realty Group, LLC, needs counsel. Additional statement by Pltf. Haack. MATTER TRAILED.

#### MATTER RECALLED:

Mr. Shelton, present. Mr. Sheehan advised he has no opposition to motion. Mr. Shelton indicated counsel is seeking to withdraw. COURT ORDERED, motion GRANTED. Statement by Pltf. Haack.

PRINT DATE: 07/13/2020 Page 15 of 31 Minutes Date: June 20, 2017

#### A-17-753435-C

Mr. Sheehan stated he does not want trial continued. FURTHER ORDERED, matter SET for status check.

10/8/19 9:30 AM STATUS CHECK: COUNSEL FOR NRS REALTY GROUP, LLC

PRINT DATE: 07/13/2020 Page 16 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES October 08, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

VS.

Sean Evenden, Defendant(s)

October 08, 2019 9:30 AM Status Check Status Check:

Counsel for NRS Realty Group, LLC

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Mr. John Holiday present on behalf of Plaintiffs. COURT ORDERED, trial date STANDS.

PRINT DATE: 07/13/2020 Page 17 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES November 05, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

VS.

Sean Evenden, Defendant(s)

November 05, 2019 11:00 AM Calendar Call

**HEARD BY:** Bonaventure, Joseph T. **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Parties announced ready for trial. Colloquy regarding pre-trial briefs and exhibits. COURT ORDERED, trial date STANDS.

PRINT DATE: 07/13/2020 Page 18 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES November 18, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

vs.

Sean Evenden, Defendant(s)

November 18, 2019 1:00 PM Bench Trial - FIRM

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

PARTIES PRESENT:

### **JOURNAL ENTRIES**

- Due to Court emergency, COURT ORDERED, trial OFF CALENDAR and is to be RESET.

11-25-19 9:30 AM STATUS CHECK: RESET TRIAL DATE

PRINT DATE: 07/13/2020 Page 19 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES November 25, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

vs.

Sean Evenden, Defendant(s)

November 25, 2019 10:30 AM Status Check Re:

**Reset Trial Date** 

**HEARD BY:** Bonaventure, Joseph T. **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Rebeca Gomez

**REPORTER:** 

**PARTIES** 

**PRESENT:** Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Argument by Mr. Holiday. Statement by Plaintiff. Court directed Plaintiff to file motion, stated it understands the predicament, however, the Court has other cases to hear and ORDERED, matter SET for trial.

02-04-20 11:00 AM CALENDAR CALL

02-18-20 1:00 PM BENCH TRIAL - FIRM

PRINT DATE: 07/13/2020 Page 20 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES December 23, 2019

A-17-753435-C Nancy Haack, Plaintiff(s)

vs.

Sean Evenden, Defendant(s)

December 23, 2019 10:30 AM Motion to Strike

**HEARD BY:** Bonaventure, Joseph T. **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

PRESENT: Holiday, John Attorney

Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Argument by Mr. Holiday. Court noted parties could still have a bench trial and believed there to be enough time for a new trial to be submitted. Argument by Mr. Sheehan noting nothing in the trial brief consists of evidence, only what the evidence will show. COURT ORDERED, motion DENIED.

PRINT DATE: 07/13/2020 Page 21 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES January 14, 2020

A-17-753435-C Nancy Haack, Plaintiff(s)

VS.

Sean Evenden, Defendant(s)

January 14, 2020 9:30 AM All Pending Motions Show Cause Hearing;

Motion for Order to Show Cause why Sean Evenden and Roger Ayala Should Not Be Held in Contempt and to Compel Defendants to Make Mandatory Supplemental

Disclosures Pursuant to NRCP 26(e)(1)

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Ayala, Roger Defendant

Counter Claimant

Evenden, Sean Defendant

Counter Claimant

Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

**JOURNAL ENTRIES** 

PRINT DATE: 07/13/2020 Page 22 of 31 Minutes Date: June 20, 2017

#### A-17-753435-C

- Court stated the two biggest concerns: Discovery and Plaintiff's counsel making himself a witness which would effect representing the Plaintiffs. Argument by Mr. Holiday. Statement by the Court reiterating its concerns. Further argument by Mr. Holiday regarding Defendants paying fees for alter ego business and requested amendment of the order so they can access financial. Court reiterated it goes back to counsel becoming a percipient witness. Mr. Holiday stated they had an expert. Argument by Mr. Sheehan. Argument by Mr. Holiday. Court pointed out discovery is long been closed. Further argument by Mr. Holiday. Statement by the Court. Additional argument by Mr. Holiday. Court stated counsel does not see the ethical issues, admonished counsel stating he is treading/or violated ethical obligation and reiterated discovery deadlines are closed. Continued argument by Mr. Holiday. Further argument by Mr. Sheehan. COURT ORDERED, Motion for Show Cause is DENIED. Mr. Holiday demanded defense's invoices. Court directed counsel to follow the rules and to review 16.1. Argument by Mr. Holiday. Court admonished Plaintiff's counsel and directed counsel to leave the court room. Mr. Sheehan to prepare the order and provide to opposing counsel for review prior to submitting to the Court for signature.

PRINT DATE: 07/13/2020 Page 23 of 31 Minutes Date: June 20, 2017

Other Tort **COURT MINUTES** February 04, 2020 Nancy Haack, Plaintiff(s) A-17-753435-C Sean Evenden, Defendant(s) **All Pending Motions** Calendar Call; Status February 04, 2020 11:00 AM Check Re: Plaintiff's **Counsel**; Ex Parte Motion to Have **Motion in Limine** Heard at Calendar Call on February 4, 2020

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Court inquired of last supplemental prior to close of discovery. Argument by Mr. Sheehan. Argument by Mr. Holiday noting he would not be going into settlement negotiations. COURT ORDERED, Motion in Limine GRANTED. Mr. Sheehan noted Ms. Haack is wanting to represent herself and stated Mr. Holiday is not to intercede on her behalf nor argue on her behalf. Court so agreed. COURT ORDERED, trial date STANDS. Court Clerk advised exhibits are to be submitted no later than February 13, 2020. Exhibit Guidelines provided in open court.

PRINT DATE: 07/13/2020 Page 24 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES February 18, 2020

A-17-753435-C Nancy Haack, Plaintiff(s)

VS.

Sean Evenden, Defendant(s)

February 18, 2020 1:00 PM Bench Trial - FIRM

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

PRESENT: Ayala, Roger Defendant

Counter Claimant

Evenden, Sean Defendant

Counter Claimant

Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Mr. Sheehan stated he had not seen Ms. Haack's exhibits prior to trial and pointed out exhibits had missing bate stamps. Colloquy regarding exhibits. Opening Statement by Mr. Holiday. Opening Statement by Mr. Sheehan. Testimony and exhibits presented. (See worksheets) Court took judicial notice of hearing. BACK ON THE RECORD. Testimony and exhibits presented. (See worksheets) COURT ORDERED, trial CONTINUED.

02-19-20 1:00 PM BENCH TRIAL

PRINT DATE: 07/13/2020 Page 25 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES February 19, 2020

A-17-753435-C Nancy Haack, Plaintiff(s)

vs.

Sean Evenden, Defendant(s)

February 19, 2020 1:00 PM Bench Trial - FIRM

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

PRESENT: Ayala, Roger Defendant

Counter Claimant

Evenden, Sean Defendant

Counter Claimant

Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Mr. Sheehan advised they had reached a stipulation and advised all exhibits excluding Defendants' exhibits Z and CCCC, would be admitted. COURT SO NOTED. Testimony and exhibits presented. (See worksheets) Colloquy regarding remaining witnesses and depositions. COURT ORDERED, trial CONTINUED.

02-20-20 9:30 AM BENCH TRIAL

PRINT DATE: 07/13/2020 Page 26 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES February 20, 2020

A-17-753435-C Nancy Haack, Plaintiff(s)

vs.

Sean Evenden, Defendant(s)

February 20, 2020 9:30 AM Bench Trial - FIRM

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Louisa Garcia

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

PRESENT: Ayala, Roger Defendant

Counter Claimant

Evenden, Sean Defendant

Counter Claimant

Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Testimony and exhibits presented. (See worksheets). Following testimony, Mr. Holiday stated he would like to file a motion for failure to join necessary parties, as well as briefing the issue with regards to Mr. Schnitzer. Mr. Sheehan stated it was way too late to file a motion. Colloquy regarding testimony. COURT ORDERED, matter CONTINUED.

CONTINUED TO 2/21/20 9:30 AM

PRINT DATE: 07/13/2020 Page 27 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES February 21, 2020

A-17-753435-C Nancy Haack, Plaintiff(s)

vs.

Sean Evenden, Defendant(s)

February 21, 2020 9:30 AM Bench Trial - FIRM

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

REPORTER:

**PARTIES** 

PRESENT: Ayala, Roger Defendant

Counter Claimant

Evenden, Sean Defendant

Counter Claimant

Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Testimony and exhibits presented. (See worksheets) Mr. Sheehan placed call to Mr. Schnitzer's assistant, stating Mr. Schnitzer was in Argentina and would not return to the office until March 3, 2020 on the record. Argument by Mr. Holiday regarding diligence. Court noted Rule 32, stated there was confirmation that Mr. Schnitzer would be out of the country and stated parties may use deposition. Arguments by counsel. Testimony and exhibits presented. (See worksheets) Back on the Record. Testimony and exhibits presented. (See worksheets) Arguments by counsel. Testimony and exhibits presented. (See worksheets) Parties to submit Trial Briefs by March 20, 2020. Court advised a written decision will be issued.

05-21-20 3:00 A.M. (CHAMBERS) DECISION RE: BENCH TRIAL

PRINT DATE: 07/13/2020 Page 28 of 31 Minutes Date: June 20, 2017

A-17-753435-C Nancy Haack, Plaintiff(s) vs. April 07, 2020

Sean Evenden, Defendant(s)

April 07, 2020 9:30 AM Motion Nancy Haack's

Motion to Deny Defendant's Motion To Strike Nancy Haack's Trial/Reply Brief And Request The Court Not Read

The Same

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Haack, Nancy Plaintiff

Counter Defendant

Holiday, John Attorney Sheehan, Patrick J. Attorney

#### **JOURNAL ENTRIES**

- Court stated it had reviewed all of the documents and state its decision will be based upon the evidence admitted during bench trial. Mr. Sheehan stated the Court should not consider the motions and will let the Court make its decision. COURT ORDERED, motion DENIED. After Court Proceedings: COURT ORDERED, Defendant's Motion to Strike is VACATED.

PRINT DATE: 07/13/2020 Page 29 of 31 Minutes Date: June 20, 2017

A-17-753435-C Nancy Haack, Plaintiff(s)
vs.
Sean Evenden, Defendant(s)

May 21, 2020

3:00 AM Decision Decision - Bench
Trial

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** 

**REPORTER:** 

PARTIES PRESENT:

#### **JOURNAL ENTRIES**

- Pursuant to Decision and Order filed June 17, 2020, Court FINDS in favor of the Plaintiff and against the Defendants on claims of )1) Breach of the Implied Covenant of Good Faith and Fair Dealing and (2) Breach of Fiduciary Duty Against Defendants.

PRINT DATE: 07/13/2020 Page 30 of 31 Minutes Date: June 20, 2017

Other Tort COURT MINUTES June 17, 2020

A-17-753435-C Nancy Haack, Plaintiff(s)

VS.

Sean Evenden, Defendant(s)

June 17, 2020 12:00 AM Motion Motion Crder

**Shortening Time** 

**HEARD BY:** Miley, Stefany **COURTROOM:** RJC Courtroom 12C

**COURT CLERK:** Katherine Streuber

**RECORDER:** Maria Garibay

**REPORTER:** 

**PARTIES** 

**PRESENT:** Haack, Nancy Plaintiff

Counter Defendant

Sheehan, Patrick J. Attorney

### **JOURNAL ENTRIES**

- Court advised it had final draft of decision ready for signature and believed it would be filed later today. Court stated it had reviewed pleadings and advised it could not grant relief Plaintiff is seeking and ORDERED, motion DENIED.

PRINT DATE: 07/13/2020 Page 31 of 31 Minutes Date: June 20, 2017

Case No.:	A753435	Trial Date:	FEB 18 2020
Dept. No.:	XXIII	Judge:	STEFANY A. MILEY
		Court Clerk:	KATHERINE STREUBER
Plaintiff: HA	AACK, NANCY	Recorder:	MARIA GARIBAY
		Counsel for Plain	Hiff: John Holiday;
	vs.		Haack-Pro Per
Defendant:	: EVENDEN, SEAN	Counsel for Defe	
		Patrick	Sheehan

### TRIAL BEFORE THE COURT

### **PLAINTIFF'S EXHIBITS**

Exhibit	<u> </u>	Da	ate	_		Da	ate
	Exhibit Description	Offe	Offered _		ction		itted
1	Operating Agreement for NRS	2/19	20	ST	IP	2/4	20
	Realty Group LLC	11					#
2		:	-				· •
3	NRS Taxes 2014-2018						
ļ	(Income/Loss) (3a-3f)		<del>'</del>	 	-	-	-
4	2017 Documents + Communication						
_5	NVSOS - Nev. Secretary of						
	State Records					_	
6	Affidavit to Nevada Real Estate			-	<u> </u>		<u> </u>
	Division (NVRED) S. Evender 4/19/19	·			<u> </u>		
7	Affidavit to Greater Las Vegas				1		<u> </u>
	ASSOC. of Realtors by R. Avyala				_		
8	Office Lease						
9	Special meetings 9a-9f	<b>-</b>	<u> </u>			_	ļ
10	2019 Socuments + Communication		•				
11_	Financial Records for NRS				_		<u> </u>
		<u> </u>	·		<u> </u>	 <del></del>	
	1 2 3 4 5 6 7 8 9	Number Exhibit Description  1 Operating Agreement for NRS Realty Group LLC  2 NRS Bank Activity (2a-2d)  3 NRS Taxes 2014-2018 (Income/Loss) (3a-3f)  4 2017 Documents + Communication  5 NVSOS - Nev. Secretary of State Records  6 Affidavit to Nevada Real Estate Division (NVRES) S. Evenden 4/19/17  7 Affidavit to Greater Las Vegas Assoc. of Realtors by R. Ayala  8 Office Lease  9 Special Meetings 9a-9f  10 2019 Documents + Communication	Number Exhibit Description  1 Operating Agreement for NRS 2/19 Realty Group LLC  2 NRS Bank Activity (2a-2d) 3 NRS Taxes 2014-2018 (Income/Loss) (3a-3f) 4 2017 Nocuments + Communication 5 NVSOS - Nev. Secretary of State Records 6 Affidavit to Nevada Real Estate Nicision (NVRES) S. Evenden 4/19/17 7 Affidavit to Greater Las Vegas Assoc. of Realtors by R. Avjala 8 Office Lease 9 Special Meetings 9a-9f 10 2019 Socuments + Communication 11 Financial Records for NRS	Number Exhibit Description  1 Operating Agreement for NRS 2/19/20  Realty Group LLC  2 NRS Bank Activity (2a-2d)  3 NRS Taxes 2014-2018  (Income/Loss) (3a-3f)  4 2017 Nocuments + Communication  5 NVSOS - Nev. Secretary of  State Records  6 Affidavit to Nevada Real Estate  Nivision (NVRES) S. Evenden 4/19/17  7 Affidavit to Greater Las Vegas  Assoc. of Realtors by R. Avyala  8 Office Lease  9 Special meetings 9a-9f  10 2019 Socuments + Communication  11 Financial Records for NRS	Number Exhibit Description  Operating Agreement for NRS 2/19/20 ST  Realtry Group LLC  NRS Bank Activity (2a-2d)  NRS Taxes 2014-2018  (Income/Loss) (3a-3f)  4 2017 Nocuments + Communication  NVSOS - Nev. Secretary of  State Records  Affidavit to Nevada Real Estate  Division (NVREN) S. Evenden 4/19/17  Affidavit to Greater Las Vegas  Assoc. of Realtors by R. Avyala  Office Lease  Special meetings 9a-9f  10 2019 Documents + Communication  Il Financial Records for NRS	Number Exhibit Description  1 Operating Agreement for NRS 2/19/20 STIP Realty Group LLC  2 NRS Bank Activity (2a-2d)  3 NRS Taxes 2014-2018  (Income/Loss) (3a-3f)  4 2017 Nocuments + Communication  5 NVSOS - Nev. Secretary of State Records  6 Affidavit to Nevada Real Estate Nivision (NVRES) S. Evenden 4/19/17  7 Affidavit to Greater Las Vegas Assoc. of Realtors by R. Ayala  8 Office Lease  9 Special Meetings 9a-9f  10 2019 Socuments + Communication  11 Financial Records for NRS	Number Exhibit Description  Operating Agreement for NRS 2/19/20 STIP 2/19  Realtry Group LLC  NRS Bank Activity (2a-2d)  NRS Taxes 2014-2018  (Income/Loss) (3a-3f)  4 2017 Nocuments + Communication  NVSOS - Nev. Secretary of  State Records  Le Affidavit to Nevada Real Estate  Division (NVREN) S. Evenden 4/19/19  Affidavit to Greater Las Vegas  Assoc. of Realters by R. Ayala  8 Office Lease  9 Special Meetings 9a-9f  10 2019 Socuments + Communication  Il Financial Records for NRS

A753435

**HAACK, NANCY** 

VS.

**EVENDEN, SEAN** 

### **PLAINTIFF'S EXHIBITS**

	Exhibit Number	Exhibit Description		ate ered	Objection		Date Admitted	
υĄ	13	Employee + Agent Affidavits	2/10	1/20	ST	18	2/19	120
		Employee + Agent Affidavits Submitted to GLVAR	"			i 		1/
W	14	Office Photos + Marketing Ads						
		Paid by NRS	ļ	<u> </u>				
S	15	NRS Trademark - Life Realty		<u> </u>				
Š	16	Anthem Forensics Report		<u> </u>				
W	17	Sales Activitios Que to Haack/						
		Taken by Evenden to Cause		_				
		Financial Hardship		-				
$\mathcal{S}$	18	Bank Activition of NRS after		<del> </del>				
		October 31, 2019	<u> </u>	<u> </u>	1	<u> </u>		L
						<del></del>		
				<u>-</u>	_			
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	!			_		_		
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			<del>                                     </del>					
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		<u> </u>	J		<u> </u>		<u> </u>	

Case No.:	A753435	Trial Date:	FEB 18 2020				
Dept. No.:	XXIII	Judge:	STEFANY A. MILEY				
	•	Court Clerk:	KATHERINE STREUBER				
Plaintiff: HA	AACK, NANCY; NRS REALTY	Recorder:	MARIA GARIBAY				
GROUP LL		Counsel for Plair	ntiff:				
Defendant:		Nancy to Counsel for Defe	taack; John Holidaux				
		Patrick	Sheehan				

# TRIAL BEFORE THE COURT

### **PLAINTIFF'S EXHIBITS**

VΔ

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Exhibit Number	Exhibit Description		ate ered	Objection		Date Admitted	
5	OR NV SOS Expenses OR Charity Check to Roger Ayala	2/19	120	ST	18	2/19	20
<i>5</i> 2	QR Charity Check to Roger Ayala	IL.				<u> </u>	"
53	OR Christmas Party Expenses OR Quickbooks Report for 180716-						
54	OR Quickbooks Report for 180716-		_				
55	OR " 191101-200118						
. 56	OR Checks to Sean Evenden NV SOS Filing Histories		· .	_		<u> </u>	
57	NV SOS Filing Histories						
			F				
							,
							_
							i

Case No.:

A-17-753435-C

Trial Date:

Dept. No.:

23

Judge:

Judge Stefany A. Miley

Court Clerk:

Katherine Streuber

Plaintiff: Nancy Haack

Recorder

Maria Garibay

Date

**Counsel for Plaintiff:** 

Nancy Haack-Pro Per John Holiday

VS.

Defendant: Sean Evenden & Roger Ayala

**Exhibit Description** 

Counsel for Defendant:

Patrick J. Sheehan, Esq.

Objection

Date

### TRIAL BEFORE THE COURT

#### **DEFENDANT'S EXHIBITS**

Exhibit

	Number	Lambit Description	Offered	Objection	Admitted
<u>,</u>	A	Original Operating Agreement of NRS Realty Group, LLC dated May 2010 bates labeled DEF0192-DEF0206	2/19/20	STIP	2/19/20
4	В	Operating Agreement of NRS Realty Group, LLC dated August, 2010 bates labeled HAA0001-HAA0015	16	Î	1 /1
<b>18</b> -54	С	Roger Ayala's relevant text messages between Sean Evenden, Roger Ayala and Nancy Haack bates labeled DEF0001- DEF0002 and DEF0004-DEF0007			
روس	D	Roger Ayala's relevant text messages between Sean Evenden, Roger Ayala and Nancy Haack bates labeled DEF0011- DEF0012 and DEF0015-DEF0016			
æ	E	Roger Ayala's relevant text messages between Sean Evenden, Roger Ayala and Nancy Haack bates labeled DEF0020- DEF0021			
  ر !	F	Roger Ayala's relevant text messages between Sean Evenden, Roger Ayala and Nancy Haack bates labeled DEF0023- DEF0024			

Γ	G	Roger Ayala's relevant text messages between Sean Evenden,		-	
Í		Roger Ayala and Nancy Haack bates labeled DEF0026-	2/19/20	STIP	2/19/20
2		DEF0027	11		
	H	Roger Ayala's relevant text messages between Sean Evenden,	77 ,		, H
4		Roger Ayala and Nancy Haack bates labeled DEF0032-			
		DEF0033			
	I	Roger Ayala's relevant text messages between Sean Evenden,			
2.5		Roger Ayala and Nancy Haack bates labeled DEF0037			
	J	Roger Ayala's relevant text messages between Sean Evenden,			
<b>1</b> 2		Roger Ayala and Nancy Haack bates labeled DEF0041-			
		DEF0042			
	K	Roger Ayala's relevant text messages between Sean Evenden,			
D5		Roger Ayala and Nancy Haack bates labeled DEF0045			
	L	Roger Ayala's relevant text messages between Sean Evenden,			
д.		Roger Ayala and Nancy Haack bates labeled DEF0046-			
!		DEF0048		- 1	
	M	Roger Ayala's relevant text messages between Sean Evenden,			
Δ(		Roger Ayala and Nancy Haack bates labeled DEF0056 and			
		DEF0060			
	N	Roger Ayala's relevant text messages between Sean Evenden,			
2		Roger Ayala and Nancy Haack bates labeled DEF0061-			
		DEF0062			
	0	Roger Ayala's relevant text messages between Sean Evenden,			
24		Roger Ayala and Nancy Haack bates labeled DEF0064-			
		DEF0065	] ]		
	P	Roger Ayala's relevant text messages between Sean Evenden,			
<b>~</b> \$~		Roger Ayala and Nancy Haack bates labeled DEF0069		1	
~	Q	Roger Ayala's relevant text messages between Sean Evenden,			
<b>11</b>		Roger Ayala and Nancy Haack bates labeled DEF0171-			
		DEF0173			}

R	Roger Ayala's relevant text messages between Sean Evenden,	al.al.	~F: 0	21 2120
	Roger Ayala and Nancy Haack bates labeled DEF0073	2/19/20	STIP	2419120
S	Roger Ayala's relevant text messages between Sean Evenden,	" 1	ì	, 11
	Roger Ayala and Nancy Haack bates labeled DEF0075-			
	DEF0079			
T	Roger Ayala's relevant text messages between Sean Evenden,			
	Roger Ayala and Nancy Haack bates labeled DEF0080			
U	Roger Ayala's relevant text messages between Sean Evenden,			
	Roger Ayala and Nancy Haack bates labeled DEF0087,			
	DEF0092, DEF0094, DEF0106, DEF0110-DEF0111 and			
	DEF0118			}
V	Roger Ayala's relevant text messages between Sean Evenden,			
	Roger Ayala and Nancy Haack bates labeled DEF0119-			
	DEF0130			
W	Roger Ayala's relevant text messages between Sean Evenden,			
	Roger Ayala and Nancy Haack bates labeled DEF0132			
X	Roger Ayala's relevant text messages between Sean Evenden,			
	Roger Ayala and Nancy Haack bates labeled DEF0135-			}
	DEF0138 and DEF0140	<u> </u>		
Y	Text messages between Roger Ayala, Nancy Haack and Sean			
	Evenden bates labeled HAA0031-HAA0032, HAA0034 and			
	HAA0036	}		\
Z	Affidavits of Agents and Employees bates labeled DEF0151-			•
	DEF0162			
AA	E-mail from Nancy Haack to Michelle Brown dated January 12,			
	2017 regarding Verification of the new Lease date bates labeled	2/19/20	STIP	2/19/20
	DEF0171-DEF0173	' '		' 1'
BB	E-mail from Xerox dated November 17, 2016 regarding copier	2/ 1	1	11
	for the new space bates labeled DEF0178			
CC	Xerox bill dated September 30, 2016 bates labeled DEF0180			

	מכי	Nancy Haack's response to the expansion advertisement dated	1	,			_ 1	1
بھ [		August 18, 2016 bates labeled DEF0184	2/19	1/20	ST	11	2/19	20
	EE	Pictures of Nancy Haack taking stuff out of the office bates	11 1		í			К
<b>Q</b>		labeled DEF0186						
-	FF	Pictures of Nancy Haack taking stuff out of the office bates						
w		labeled DEF0187	Į į					
جر	GG	Picture of damage to the lobby table bates labeled DEF0189						
	НН	E-mail statement by Stephanie Mares regarding Nancy Haack's	,					
4		outburst dated April 28, 2017 bates labeled DEF0190						
	II	Handwritten statement by Stephanie Mares regarding Nancy						
ran		Haack dated March 27, 2017 bates labeled DEF0191						
	JJ	E-mail between Michelle Brown, Sean Evenden and Roger	_	-				,
W		Ayala dated March 6, 2017 regarding not ready for pre-						
		construction because of internal dispute bates labeled DEF0226						
	KK	E-mail from Michelle Brown to Roger Ayala dated January 17,						
<b>.</b>		2017 regarding need key to work on shaft later that night bates						
		labeled DEF0238		<b> </b>				
	LL	E-mail from Nancy Haack to Dave Liniger dated May 5, 2015				1		
A		regarding struggling Re/Max office bates labeled DEF0242						
	MM	E-mail from Nancy Haack to Sean Evenden dated January 26,						
Δc		2017 regarding the new Lease bates labeled DEF0244						
-	NN	E-mail from Sean Evenden to Nancy Haack dated April 19, 2017		1				
VA.		regarding Special meeting for NRS bates labeled DEF0282-	1					
		DEF0285						
	00	E-mail from Sean Evenden to Nancy Haack dated April 26, 2017						
w.		regarding office items bates labeled DEF0286		•				
ľ	PP	State of Nevada Department of Business and Industry Real		1	'			
m		Estate Division Complaints bates labeled DEF0297 and		[				
		DEF0299		[				
L		<u> </u>		<del></del>				

	ΣQ	State of Nevada Department of Business and Industry Real	1	. 1		. ^		1
×		Estate Division Complaints bates labeled DEF0319-DEF0320	2/19	120	2.1	11	2/19	1120
	RR	Stipulation and Order regarding First Amended Complaint bates	<b>3</b> l '	)		1	-	11
>		labeled DEF0321-DEF0322						
اہھ	SS	Letter from Sean Evenden to Nancy Haack dated August 22,						
-		2017 regarding expansion of NRS Realty d/b/a Life Realty bates						
		labeled DEF0431						
	TT	E-mail from Taylor Simpson to Patrick Sheehan dated August						_
3		25, 2017 regarding Haack v Evenden			;	ı		
ľ	UU	Chase Cashier's Check for \$32,368.94 dated March 10, 2017					-	
		bates labeled HAA0017					1	ı
ŀ	VV	Letter from Nancy Haack regarding the NRS Realty Group				_		
4		business bates labeled HAA0048				'		
	ww	Annual List of Managers for NRS Realty Group, LLC dated	$\dashv$					
. 1		April 12, 2015 bates labeled HAA0050					1	
ı	XX	State of Nevada Department of Business and Industry Real	$\dashv$					
•		Estate Termination Form dated March 22, 2017 bates labeled	1					
		HAA0077						
ſ	YY	U.S. Income Tax Return for an S Corporation for 2013 dated			-		1	
<b>+</b>		March 13, 2014 bates labeled HAA000209-HAA000212	·				1	
	ZZ	Compensation of Officers Form 1125-E bates labeled					1	_
`		HAA000215			ł			
	AAA	U.S. Income Tax Return for an S Corporation for 2014 dated						
-		August 12, 2015 bates labeled HAA000225-HAA000229					Í	
	BBB	U.S. Income Tax Return for an S Corporation for 2015 dated						-
		April 16, 2016 bates labeled HAA000918	1					
-	CCC	Letter to Roger Ayala dated August 12, 2015 regarding 2014	_					
'n		Schedule K-1 (Form 1120S) bates labeled HAA000233-	1					
		HAA000241	ļ	1				
	•	HAA000241	'				ļ	

		U.S. Income Tax Return for an S Corporation for 2015 dated	. ام ا	.1	~~	, ^	ماما	.1
<b>17</b>		April 18, 2016 bates labeled HAA000242	۱۳۱۱	9/20	51	1P	2/10	1/20
	EEE	U.S. Income Tax Return for an S Corporation for 2016 undated	<i>11</i>		í		,	11
<b>A</b>		bates labeled HAA000258						
	FFF	NRS Realty Group Flowchart of Banks bates labeled						
<b>A</b>		HAA000274-HAA000277						
	GGG	NRS Realty Group meeting minutes May 2012 bates labeled			_			
<b>₩</b>		HAA000278-HAA000279					. }	
	ннн	Letter from Melanie Muldowney dated December 6, 2011					1	
м		regarding document review of company documents bates labeled						
		HAA000283-HAA000284						
	Ш	Guaranty of Lease dated April 1, 2014 bates labeled DEF3283-						
4		DEF3287		}				
	JJJ	First Amendment to Office Lease dated July 1, 2015 bates					_	
A		labeled DEF3306-DEF03310						ı
١	.KKK	E-mail from Sean Evenden dated April 26, 2017 regarding					1	
<b>ν</b> λ		removal of personal items bates labeled HAA000828					1	
	LLL	Certificate of Correction for NRS Realty Group dated April 12,			_			1
Δ.		2017 bates labeled HAA000821				}	1	
	MMM	First Amendment to Office Lease dated July 1, 2015 bates					_	
<b>1</b> 3		labeled DEF3306-DEF3310						
	NNN	Second Amendment to Office Lease dated February 2017 bates						
<b>8</b>		labeled DEF3311-DEF3317						
	000	Resolutions Adopted at Special Meeting of NRS Realty Group,		1			-	
121		LLC dated May 1, 2017 bates labeled DEF0208-DEF0212		}				
	PPP	E-mail from Sean Evenden to Nancy Haack dated April 19, 2017						
15-61		regarding Special meeting for NRS bates labeled DEF0282-						
		DEF0283		[	}		{	

įQQ	E-mail from Sean Evenden to Nancy Haack dated June 20, 2017			===			
	regarding Special Meeting Notice bates labeled DEF0287-	alia	الم	CTII	2	alial	nΩ
	DEF0289	917	Jae	5111		2/19/	مسين
RRR	E-mails from Noel Murray to Sean Evenden dated April 6, 2017	11	<u> </u>	1		3	//
	regarding NRS Realty Group LLC bates labeled DEF0342					}	
SSS	Roger Ayala Authorization for undertaking of legal fees						
	advanced by NRS on his behalf bates labeled DEF0525			Ì			
TTT	Sean Evenden Authorization for undertaking of legal fees						
	advanced by NRS on his behalf bates labeled DEF0526			ŀ			
UUU	Life Realty Agent Earnings History Reports-Detailed bates					1	
	labeled DEF0527-DEF0531						
VVV	Intentionally Omitted						
www	Intentionally Omitted			i		-	
XXX	Notice of a Special Meeting of NRS Realty Group, LLC dated						
	June 20, 2017 bates labeled HAA0084						
YY	Letter from Nancy Haack regarding roles and responsibilities of		_				
	NRS bates labeled HAA000158-HAA000160					{	
ZZZ	Letter to Roger Ayala dated August 12, 2015 regarding 2014			'			
	Schedule K-1 (Form 1120S) bates labeled HAA000233-				ı		
	HAA000241						
AAAA	NRS Realty Group, LLC Annual Meeting May, 2012 bates					,	
	labeled HAA000278-HAA00279	1					i
BBBB	Various text messages between Roger Ayala, Nancy Haack and						
	Sean Evenden bates labeled HAA000860	}			ļ	ı	
CCCC	Agent Title Fees Productivity Report dated October 22, 2018	2/21	20	No	·	2/21	20
DDDD	E-mail from Michelle Brown to Sean Evenden dated February		1			· · · · · ·	
	15, 2017 asking where is the signed Lease bates labeled	2/19	20	STI	၁	2/19	20
	DEF0228	'	<i>'</i>				,
EEEE	E-mails between Jessica Johnson and Joe Leauanae bates labeled	11 1		ſ		1	н
	HAA000335, HAA000332, HAA00346 and HAA000519	{		1			

Plaintiff's Expert Witness Disclosure dated July 18, 2018 not	21-1		21.1
bates labeled	419/20	STIP	2/19/20
Letter from Karl Shelton to Patrick Sheehan dated February 8,	N 1		, π
2019 regarding renewal of the NRS Lease bates labeled			
DEF3548-DEF3549			
Letter to all of the NRS Agents dated October 24, 2019			
regarding expiration of the Lease bates labeled DEF3547		}	
Agent Title Fees Productivity Report, Chart of Agents who left			
Life Realty with Nancy Haack and a breakdown of the work			
they have done since leaving, and Agent Profile Reports bates			
labeled DEF3487 and DEF0563-DEF0576	{		
Complaint			
First Amended Complaint			
Second Amended Complaint			
Potential Rebuttal documents to accounting issues DEF0617-			
DEF0939.	[		\
Defendants reserve the right to add additional documents			
since it does not know what documents will be necessary for			
any accounting issues since they have not been specified nor			
has Plaintiff limited it's exhibits to what it actually intends to			
use.			
Productivity Report			
Letter dated 2/1/19			
Chase for Business	<u> </u>		į
	Letter from Karl Shelton to Patrick Sheehan dated February 8, 2019 regarding renewal of the NRS Lease bates labeled DEF3548-DEF3549  Letter to all of the NRS Agents dated October 24, 2019 regarding expiration of the Lease bates labeled DEF3547  Agent Title Fees Productivity Report, Chart of Agents who left Life Realty with Nancy Haack and a breakdown of the work they have done since leaving, and Agent Profile Reports bates labeled DEF3487 and DEF0563-DEF0576  Complaint  First Amended Complaint  Second Amended Complaint  Potential Rebuttal documents to accounting issues DEF0617-DEF0939.  Defendants reserve the right to add additional documents since it does not know what documents will be necessary for any accounting issues since they have not been specified nor has Plaintiff limited it's exhibits to what it actually intends to use.  Productivity Mapart  Letter dated 21/19	Letter from Karl Shelton to Patrick Sheehan dated February 8, 2019 regarding renewal of the NRS Lease bates labeled DEF3548-DEF3549  Letter to all of the NRS Agents dated October 24, 2019 regarding expiration of the Lease bates labeled DEF3547  Agent Title Fees Productivity Report, Chart of Agents who left Life Realty with Nancy Haack and a breakdown of the work they have done since leaving, and Agent Profile Reports bates labeled DEF3487 and DEF0563-DEF0576  Complaint  First Amended Complaint  Second Amended Complaint  Potential Rebuttal documents to accounting issues DEF0617-DEF0939.  Defendants reserve the right to add additional documents since it does not know what documents will be necessary for any accounting issues since they have not been specified nor has Plaintiff limited it's exhibits to what it actually intends to use.  Productivity Report	bates labeled  Letter from Karl Shelton to Patrick Sheehan dated February 8, 2019 regarding renewal of the NRS Lease bates labeled DEF3548-DEF3549  Letter to all of the NRS Agents dated October 24, 2019 regarding expiration of the Lease bates labeled DEF3547  Agent Title Fees Productivity Report, Chart of Agents who left Life Realty with Nancy Haack and a breakdown of the work they have done since leaving, and Agent Profile Reports bates labeled DEF3487 and DEF0563-DEF0576  Complaint  First Amended Complaint  Potential Rebuttal documents to accounting issues DEF0617-DEF0939.  Defendants reserve the right to add additional documents since it does not know what documents will be necessary for any accounting issues since they have not been specified nor has Plaintiff limited it's exhibits to what it actually intends to use.  Productivity Report  Letter dated M/g



# EIGHTH JUDICIAL DISTRICT COURT CLERK'S OFFICE NOTICE OF DEFICIENCY ON APPEAL TO NEVADA SUPREME COURT

MAURICE VERSTANDING, ESQ. 1452 W. HORIZON PKWY., #665 HENDERSON, NV 89012

> DATE: July 13, 2020 CASE: A-17-753435-C

RE CASE: NANCY HAACK; NRS REALTY GROUP, LLC dba LIFE REALTY vs. SEAN EVENDEN; ROGER

**AYALA** 

NOTICE OF APPEAL FILED: July 10, 2020

YOUR APPEAL HAS BEEN SENT TO THE SUPREME COURT.

#### PLEASE NOTE: DOCUMENTS **NOT** TRANSMITTED HAVE BEEN MARKED:

<ul> <li>\$250 - Supreme Court Filing Fee (Make Check Payable to the Supreme Court)***</li> <li>If the \$250 Supreme Court Filing Fee was not submitted along with the original Notice of Appeal, it must be mailed directly to the Supreme Court. The Supreme Court Filing Fee will not be forwarded by this office if submitted after the Notice of Appeal has been filed.</li> </ul>
\$24 – District Court Filing Fee (Make Check Payable to the District Court)**

- NRAP 7: Bond For Costs On Appeal in Civil Cases

☐ Case Appeal Statement

- NRAP 3 (a)(1), Form 2

☐ Order

☐ Notice of Entry of Order

### NEVADA RULES OF APPELLATE PROCEDURE 3 (a) (3) states:

"The district court clerk must file appellant's notice of appeal despite perceived deficiencies in the notice, including the failure to pay the district court or Supreme Court filing fee. The district court clerk shall apprise appellant of the deficiencies in writing, and shall transmit the notice of appeal to the Supreme Court in accordance with subdivision (g) of this Rule with a notation to the clerk of the Supreme Court setting forth the deficiencies. Despite any deficiencies in the notice of appeal, the clerk of the Supreme Court shall docket the appeal in accordance with Rule 12."

#### Please refer to Rule 3 for an explanation of any possible deficiencies.

<sup>\*\*</sup>Per District Court Administrative Order 2012-01, in regards to civil litigants, "...all Orders to Appear in Forma Pauperis expire one year from the date of issuance." You must reapply for in Forma Pauperis status.

### **Certification of Copy**

State of Nevada
County of Clark
SS

I, Steven D. Grierson, the Clerk of the Court of the Eighth Judicial District Court, Clark County, State of Nevada, does hereby certify that the foregoing is a true, full and correct copy of the hereinafter stated original document(s):

NOTICE OF APPEAL; CASE APPEAL STATEMENT; COST ON APPEAL BOND; DISTRICT COURT DOCKET ENTRIES; CIVIL COVER SHEET; DECISION & ORDER; NOTICE OF ENTRY OF ORDER; DISTRICT COURT MINUTES; EXHIBITS LIST; NOTICE OF DEFICIENCY

NANCY HAACK; NRS REALTY GROUP, LLC dba LIFE REALTY,

Plaintiff(s),

VS.

SEAN EVENDEN; ROGER AYALA,

Defendant(s),

now on file and of record in this office.

Case No: A-17-753435-C

Dept No: XXIII

**IN WITNESS THEREOF,** I have hereunto Set my hand and Affixed the seal of the Court at my office, Las Vegas, Nevada This 13 day of July 2020.

Steven D. Grierson, Clerk of the Court

Heather Ungermann, Deputy Clerk