REC'D & FILED Matthew D. Francis (6978) Adam P. McMillen (10678) 2014 MAY 12 PM 3:51 2 WATSON ROUNDS 5371 Kietzke Lane ALAN GLOVER 3 Reno, NV 89511 BY MOGRACIERK Telephone: 775-324-4100 Facsimile: 775-333-8171 4 Attorneys for Plaintiff Jed Margolin 5 6 7 In The First Judicial District Court of the State of Nevada 8 In and for Carson City 9 10 11 JED MARGOLIN, an individual, Case No.: 090C00579 1B 12 Plaintiff, Dept. No.: 1 13 vs. 14 OPTIMA TECHNOLOGY CORPORATION, REPLY IN SUPPORT OF MOTION a California corporation, OPTIMA FOR ORDER ALLOWING COSTS 15 TECHNOLOGY CORPORATION, a Nevada AND NECESSARY corporation, REZA ZANDIAN **DISBURSEMENTS AND** 16 aka GOLAMREZA ZANDIANJAZI MEMORANDUM OF POINTS AND aka GHOLAM REZA ZANDIAN **AUTHORITIES IN SUPPORT** aka REZA JAZI aka J. REZA JAZI **THEREOF** aka G. REZA JAZI aka GHONONREZA 18 ZANDIAN JAZI, an individual, DOE Companies 19 1-10, DOE Corporations 11-20, and DOE Individuals 21-30, 20 Defendants. 21 22 I. **Postjudgment Costs** 23 Zandian does not dispute Margolin is allowed postjudgment costs under NRS 18.160 and NRS 18.170. Zandian only requests that the Court reduce the photocopy charges from 25 \$0.25 to \$0.15 per page. See Defendants' Motion to Retax and Settle Costs ("Opposition"), 26 27 28 <sup>1</sup> Zandian does not dispute the Research, Witness Fees (Subpoenas) or Process service/courier fees.

filed 4/30/14, 3:4-15. Zandian looks to the "FedEx Office" in Carson City to demonstrate that the rate of \$0.25 per page is too high. *Id.* (citing Affidavit of Jano Barnhurst). Zandian's counsel fails to mention what it charges for copies. Also, the FedEx Office is not a law firm and is not a proper example for determining the reasonableness of copy charges in a civil lawsuit.

The First Judicial District Court's own Fee Schedule, which shows the Court charges \$0.50 per page for copies, is a better exemplar of what reasonable copy charges should be in this matter. *See* Declaration of Adam McMillen in Support of Reply ("McMillen Decl."), dated 5/12/14, Exhibit 1, filed herewith. The rate of \$0.25 per page is half of what the Court charges for legal copies and is reasonable under the circumstances. Therefore, Margolin's copy charges should not be reduced and should be awarded in full.

# II. Postjudgment Attorney's Fees

Zandian believes "there is no applicable statute or rule and the parties did not enter into an agreement which afforded attorney's fees." *See* Opposition at 3:18-22. However, as demonstrated in the Motion for Order Allowing Costs and Necessary Disbursements, Margolin should be awarded his postjudgment fees pursuant to the Deceptive Trade Practices statute.

#### a. NRS 598.0999(2) does allow an award of attorney's fees

NRS 598.0999(2) states as follows:

Except as otherwise provided in NRS 598.0974, in any action brought pursuant to the provisions of NRS 598.0903 to 598.0999, inclusive, if the court finds that a person has willfully engaged in a deceptive trade practice, the district attorney of any county in this State or the Attorney General bringing the action may recover a civil penalty not to exceed \$5,000 for each violation. The court in any such action may, in addition to any other relief or reimbursement, award reasonable attorney's fees and costs.

NRS 598.0999(2) (emphasis added).

The "provisions of NRS 598.0903 to 598.0999" encompasses the entire Deceptive

Trade Practices statute. The language, "any action brought pursuant to the provisions of NRS

598.0903 to 598.0999," does not limit Deceptive Trade Practices actions to district attorneys or the Attorney General. *See also Betsinger v. DR Horton, Inc.*, 232 P. 3d 433 (Nev. 2010) (an example of a Deceptive Trade Practices action not brought by district attorney or Attorney General). The only limitation in NRS 598.0999(2) relates to the district attorney's and the Attorney General being able to pursue the \$5,000 civil penalty. In contrast, the last sentence of NRS 598.0999(2) stands alone and does not limit attorney fee awards to district attorneys or the Attorney General and allows the Court, in any Deceptive Trade Practices action, to "award reasonable attorney's fees and costs." NRS 598.0999(2).

Zandian's argument that NRS 598.0999(2) does not permit an award of attorney's fees because it is limited to an action brought by the district attorney or the Attorney General is clearly erroneous.

Since NRS 598.0999(2) does not exclude postjudgment attorney fees, Margolin's attorney's fees should be awarded for having to incur fees enforcing the judgment on the deceptive trade practices claim. *See Barney v. Mt. Rose Heating & Air Conditioning*, 124

Nev. 821, 825-6, 192 P.3d 730, 733-4 (2008) (mechanic lien statute did not expressly provide for attorney fees incurred postjudgment, however, statute did not expressly exclude postjudgment attorney fees from its purview and was liberally interpreted to allow postjudgment attorney fees "so as to further the lien statutes' purpose to ensure that contractors are paid in whole for their work."); *see also Rosen v. LegacyQuest*, A136985, 2014 WL 1372114 (Cal. Ct. App. Mar. 21, 2014) (judgment creditor, who had recovered statutory attorney fees in connection with underlying judgment, authorized to recover attorney fees incurred in enforcing underlying judgment under the statute authorizing recovery of judgment creditor's "reasonable and necessary costs of enforcing a judgment," since the statute authorizing the underlying attorney fee award established that the fee award was "otherwise provided by law" within meaning of the fee statute) (an attorney fee award properly includes

the reasonable fees incurred in seeking the fees); see also Ketchum v. Moses (2001) 24 Cal.4th 1122, 104 Cal.Rptr.2d 377, 17 P.3d 735 (judgment creditor entitled to fees incurred in enforcing the right to mandatory fees under statute).

### b. Margolin's attorneys' fees are reasonable

Without providing any foundation, Zandian claims Margolin's fees are inflated. *See* Opposition at 5:11-6:12. Zandian's only stated basis for this argument is that "[t]his case has been a series of default judgments and did not require years of legal work focused on a specialty in intellectually property." *See id.* at 5:13-14.

Zandian ignores the fact that this matter is predicated upon Zandian's fraudulent assignment of Margolin's intellectual property rights. While Zandian purposely avoided appearing and litigating the claims at issue, the nature of this matter required specialized skill and required a significant amount of time and attention by the attorneys involved.

The patent and deceptive trade practices issues, and the unique facts surrounding them, involved careful consideration and research. Despite what Defense counsel says, patent and deceptive trade practices litigation is a niche practice that requires a high degree of legal skill and care in order to be performed properly and effectively. Each of these causes of action, coupled with the unique facts of this matter, required thorough research and careful analysis. Again, undersigned counsel billed at an hourly rate of \$300, which counsel contends is reasonable for intellectual property litigation.

The postjudgment collection efforts have thus far included attempting to find Zandian's collectible assets, including researching and investigating his property in Nevada and California and moving for a debtor's examination. Considering Zandian's elusive behavior, shell games, and elaborate financial arrangements with a multitude of companies and individuals, Margolin has been forced to incur a significant amount of attorney's fees in attempting to collect on the judgment. Tellingly, Zandian does not address these postjudgment

 collection issues in his Opposition.

Also, undersigned counsel is charging \$300 per-hour, which is more than reasonable.

According to all of the *Brunzell* factors, as outlined in the Motion, Margolin should be awarded his postjudgment attorney's fees incurred in collecting on the judgment. *See Brunzell v. Golden Gate National Bank*, 455 P.2d 31, 85 Nev. 345 (1969) and *Shuette v. Beazer Homes Holdings Corp.*, 124 P. 3d 530, 121 Nev. 837 (2005).

## c. Margolin is entitled to his postjudgment fees not incurred on appeal

Margolin concedes that he is not currently entitled to attorney's fees that are incurred on appeal. See Bd. of Gallery of History, Inc. v. Datecs Corp., 116 Nev. 286, 288, 994 P.2d 1149, 1150 (2000). However, as stated in the Motion and above, Margolin is entitled to his postjudgment attorney's fees, including those incurred in executing on the judgment. Therefore, Margolin has revised the fees he is requesting to reflect only those fees that have been incurred, postjudgment, with regards to execution of the judgment, for a total of \$31,247.50 in fees. See McMillen Decl., ¶¶ 4-5 and Exhibits 2-3.

#### III. Postjudgment Interest

Zandian argues it is premature for Margolin to request an order stating what the current amount of accrued postjudgment interest is at this time. *See* Opposition at 6:4-5. Zandian provides no legal basis for his position. Further, Zandian does not argue that Margolin is not entitled to postjudgment interest.

"The purpose of post-judgment interest is to compensate the plaintiff for loss of the use of the money awarded in the judgment 'without regard to the elements of which that judgment is composed." Albert H. Wohlers & Co. v. Bartgis, 114 Nev. 1249, 1269, 969 P.2d 949, 963 (1998) (citing Ainsworth v. Combined Ins. Co., 105 Nev. 237, 244, 774 P.2d 1003, 1009 (1989); see also Waddell v. L.V.R.V. Inc., 122 Nev. 15, 26, 125 P.3d 1160, 1167 (2006) ("'[t]he purpose of post-judgment interest is to compensate the plaintiff for loss of the use of

the money awarded in the judgment' without regard to the various elements that make up the judgment.").

Zandian has not provided a supersedeas bond to stop execution of the judgment and Margolin is entitled to postjudgment interest until the judgment is satisfied. *See* NRCP 62(d) (by giving a supersedeas bond party may obtain stay of execution); *see also* NRS 17.130(2) (interest accrues until judgment satisfied). Therefore, because the original judgment was entered in Nevada and the judgment set the interest rate at the legal rate of interest according to NRS 17.130, the interest rate is 5.25 percent per-annum, or \$215.15 per-day. Accordingly, Margolin is owed simple interest at 5.25 percent or \$215.15 per- day from June 27, 2014, the date of notice of entry of the judgment, through April 18, 2014. It is 296 days from June 27, 2013 to April 18, 2014. Multiplying 296 days by \$215.15 equals \$63,684.40 in accrued interest.<sup>2</sup>

#### IV. Conclusion

Based upon the above, Margolin respectfully requests that the Motion for Order Allowing Costs and Necessary Disbursements be granted in full.

#### AFFIRMATION PURSUANT TO NRS 239B.030

The undersigned does hereby affirm that the preceding document does not contain the social security number of any person.

DATED: May 12, 2014.

WATSON ROUNDS

Matthew D. Francis (6978) Adam P. McMillen (10678) WATSON ROUNDS

5371 Kietzke Lane Reno, NV 89511

Telephone: 775-324-4100 Facsimile: 775-333-8171

Attorneys for Plaintiff Jed Margolin

<sup>&</sup>lt;sup>2</sup> Interest continues to accrue until the judgment is satisfied. See NRS 17.130(2).

# **CERTIFICATE OF SERVICE**

Pursuant to NRCP 5(b), I certify that I am an employee of Watson Rounds, and that on this date, I deposited for mailing, in a sealed envelope, with first-class postage prepaid, a true and correct copy of the foregoing document, REPLY IN SUPPORT OF MOTION FOR ORDER ALLOWING COSTS AND NECESSARY DISBURSEMENTS AND MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT THEREOF,

addressed as follows:

1.4

Jason D. Woodbury Severin A. Carlson Kaempfer Crowell 510 West Fourth Street Carson City, Nevada 89703 Attorneys for Defendant, Reza Zandian

Dated: May 12, 2014

K. Lindeley