		7/12/2020 8:09 PM Steven D. GTIESON
1	COMP	CLERK OF THE COURT
2	DENNIS L. KENNEDY	Claure.
2	Nevada Bar No. 1462	
3	KELLY B. STOUT	
4	Nevada Bar No. 12105	CASE NO: A-20-817872-
4	PAUL C. WILLIAMS Nevada Bar No. 12524	Department 1
5	BAILEY * KENNEDY	- P
	8984 Spanish Ridge Avenue	
6	Las Vegas, Nevada 89148-1302	
7	Telephone: 702.562.8820	
	Facsimile: 702.562.8821	
8	DKennedy@BaileyKennedy.com	
9	KStout@BaileyKennedy.com	
	PWilliams@BaileyKennedy.com	
10	Attorneys for Plaintiffs	
11	DISTRICT	COURT
12	DISTRICT	COOKI
12	CLARK COUN	TY, NEVADA
13		
14	MILLER'S TAVERN LLC d/b/a Miller's Tavern	Case No.
17	at Palm Valley, a Nevada limited liability company; GMI, INC. d/b/a Chubby's Pub, a	Dept. No.
15	Nevada corporation; GOMIL, INC. d/b/a Molly's	
16	Tavern, a Nevada corporation; MOLLY'S	
10	CHEYENNE, LLC d/b/a Molly's Cheyenne, a	
17	Nevada limited liability company; MOLLY'S	COMPLAINT AND
10	DEER SPRINGS, LLC d/b/a Molly's Deer	PETITION FOR WRIT OF MANDAMUS
18	Springs, a Nevada limited liability company;	
19	MOLLY'S FORT APACHE, LLC d/b/a Molly's	
20	Fort Apache, a Nevada limited liability company; MOLLY'S TENAYA, LLC d/b/a Molly's	Exempt from Arbitration – NAR 3(A), 5
20	Tenaya; a Nevada limited liability company;	<ul> <li>Action for Declaratory Relief</li> </ul>
21	RMRM INC. d/b/a Foothills Tavern, a Nevada	Action Presenting a Significant Issue of
22	corporation; RMTWO. INC. d/b/a Molly's, a	Public Policy
22	Nevada corporation; SILVEREAST LLC d/b/a	<ul> <li>Action Seeking Equitable or Extraordinary</li> </ul>
23	Molly's Tavern, a Nevada limited liability	Relief
	company; NORTHSHORE ENTERTAINMENT	
24	GROUP LLC d/b/a Steiner's, a Nevada Style Pub, a Nevada limited liability company; SEA	
25	BREEZE ENTERTAINMENT GROUP LLC	
	d/b/a Steiner's, a Nevada Style Pub, a Nevada	
26	limited liability company; WINDMILL	
27	ENTERTAINMENT GROUP LLC d/b/a	
<i>4</i> /	Steiner's, a Nevada Style Pub, a Nevada limited	
28	liability company; RAISING THE KILT, LLC	

**Electronically Filed** 

Page 1 of 17

1	d/b/a Aces Bar & Grill, a Nevada limited liability
	company; CHAMPIONS TAVERN LLC d/b/a
2	Aces East, a Nevada limited liability company;
3	WEDGIES SPORTS BAR, LLC - PIONEER BLVD d/b/a Wedgies Sports Bar, a Nevada
4	limited liability company; ARONSOHN, INC.
5	d/b/a Blue Ox Tavern, a Nevada corporation;
3	TOWN LOUNGE, LLC d/b/a Born and Raised, a Nevada limited liability company; TOWN
6	LOUNGE HENDERSON LLC d/b/a Born and
7	Raised Henderson, a Nevada limited liability
8	company; TOWN LOUNGE GRAND BAZAAR LLC d/b/a Born and Raised Craft Pub, a Nevada
	limited liability company; BOB KINGSTON
9	PRODUCTIONS, INC. d/b/a Saddle N Spurs
10	Saloon, a Nevada corporation; SHUCKS II, LLC d/b/a Shucks Tavern, a Nevada limited liability
11	company; SHUCKS III, LLC d/b/a Shucks
	Tavern, a Nevada limited liability company;
12	EDGE OF TOWN LLC d/b/a The Edge of Town
13	Bar & Grille, a Nevada limited liability company; BRIMSTONE, LLC d/b/a Bomas Bar and Grill, a
14	Nevada limited liability company; STARR &
	SON, LLC d/b/a The Martini, a Nevada limited
15	liability company; STARR GAMING LLC d/b/a The Pint, a Nevada limited liability company;
16	KSR TAVERN, LLC d/b/a Mulligans Border, a
17	Nevada limited liability company; KSRD
	TAVERN, LLC d/b/a Mulligans Pub & Grill, a Nevada limited liability company;
18	INTERCAPITAL DEVELOPMENT, INC. d/b/a
19	Goldfinger's Bar & Grill, a Nevada corporation;
20	CREATIVE NIGHTLIFE CONCEPTS, LLC d/b/a Downtown Cocktail Room, a Nevada
	limited liability company; WFTLV01, LLC d/b/a
21	Wahoo's Fish Taco, a Nevada limited liability
22	company; WFTLV02, LLC d/b/a Wahoo's Fish Taco, a Nevada limited liability company;
23	WFTLV04, LLC d/b/a Wahoo's Fish Taco, a
24	Nevada limited liability company; WFTLV05,
	LLC, d/b/a Wahoo's Fish Taco, a Nevada limited liability company; WFTLV06, LLC d/b/a
25	Wahoo's Fish Taco, a Nevada limited liability
26	company; BOGEYS LLC d/b/a Bogeys West, a
27	Nevada limited liability company;
	Plaintiffs/Petitioners,
28	

1 VS. 2 THE STATE OF NEVADA; STEPHEN F. SISOLAK, in his capacity as the Governor of 3 Nevada; BARBARA K. CEGAVSKE, in her capacity as the Secretary of State of Nevada; and 4 SCOTT W. ANDERSON, in his capacity as the 5 Chief Deputy Secretary of State of Nevada, 6 Defendants/Respondents.

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8 Plaintiffs/Petitioners MILLER'S TAVERN LLC d/b/a Miller's Tavern at Palm Valley; 9 GMI, INC. d/b/a Chubby's Pub; GOMIL, INC. d/b/a Molly's Tavern; MOLLY'S CHEYENNE, 10 11 12 13

LLC d/b/a Molly's Cheyenne; MOLLY'S DEER SPRINGS, LLC d/b/a Molly's Deer Springs; MOLLY'S FORT APACHE, LLC d/b/a Molly's Fort Apache; MOLLY'S TENAYA, LLC d/b/a Molly's Tenaya; RMRM INC. d/b/a Foothills Tavern; RMTWO, INC. d/b/a Molly's; SILVEREAST LLC d/b/a Molly's Tavern; NORTHSHORE ENTERTAINMENT GROUP LLC d/b/a Steiner's, a Nevada Style Pub; SEA BREEZE ENTERTAINMENT GROUP LLC d/b/a Steiner's, a Nevada Style Pub; WINDMILL ENTERTAINMENT GROUP LLC d/b/a Steiner's, a Nevada Style Pub; RAISING THE KILT, LLC d/b/a Aces Bar & Grill; CHAMPIONS TAVERN LLC d/b/a Aces East; WEDGIES SPORTS BAR, LLC - PIONEER BLVD d/b/a Wedgies Sports Bar; ARONSOHN, INC. d/b/a Blue Ox Tavern; TOWN LOUNGE, LLC d/b/a Born and Raised; TOWN LOUNGE HENDERSON LLC d/b/a Born and Raised Henderson; TOWN LOUNGE GRAND BAZAAR LLC d/b/a Born and Raised Craft Pub, a Nevada limited liability company; BOB KINGSTON PRODUCTIONS, INC. d/b/a Saddle N Spurs Saloon; SHUCKS II, LLC d/b/a Shucks Tavern; SHUCKS III, LLC d/b/a Shucks Tavern; EDGE OF TOWN LLC d/b/a The Edge of Town Bar & Grille; BRIMSTONE, LLC; STARR & SON, LLC d/b/a The Martini; STARR GAMING LLC d/b/a The Pint; KSR TAVERN, LLC d/b/a Mulligans Border; KSRD TAVERN, LLC d/b/a Mulligans Pub & Grill; INTERCAPITAL DEVELOPMENT, INC. d/b/a Goldfinger's Bar & Grill; CREATIVE NIGHTLIFE CONCEPTS, LLC d/b/a Downtown Cocktail Room; WFTLV01, LLC d/b/a Wahoo's Fish Taco; WFTLV02, LLC d/b/a Wahoo's Fish Taco; WFTLV04, LLC d/b/a Wahoo's Fish Taco; WFTLV05, LLC, d/b/a Wahoo's Fish Taco; WFTLV06, LLC d/b/a

2	(collectively, "Plaintiffs/Petitioners") complain and allege against Defendants the State of Nevada	
3	("Nevada"); Stephen F. Sisolak, in his capacity as the Governor of Nevada ("Governor Sisolak");	
4	Barbara K. Cegavske, in her capacity as the Secretary of State of Nevada ("Secretary Cegavske");	
5	and Scott W. Anderson, in his capacity as the Chief Deputy Secretary of State of Nevada ("Deputy	
6	Secretary Anderson") (collectively, "Defendants/ Respondents") as follows:	
7	I. THE PARTIES	
8	1. MILLER'S TAVERN LLC d/b/a Miller's Tavern at Palm Valley is a Nevada limited	
9	liability company with its principal place of business in Clark County, Nevada.	
10	2. GMI, INC. d/b/a Chubby's Pub is a Nevada corporation with its principal place of	
11	business in Clark County, Nevada.Fp	
12	3. GOMIL, INC. d/b/a Molly's Tavern is a Nevada corporation with its principal place	
13	of business in Clark County, Nevada.	
14	4. MOLLY'S CHEYENNE, LLC d/b/a Molly's Cheyenne is a Nevada limited liability	
15	company with its principal place of business in Clark County, Nevada.	
16	5. MOLLY'S DEER SPRINGS, LLC d/b/a Molly's Deer Springs is a Nevada limited	
17	liability company with its principal place of business in Clark County, Nevada.	
18	6. MOLLY'S FORT APACHE, LLC d/b/a Molly's Fort Apache is a Nevada limited	
19	liability company with its principal place of business in Clark County, Nevada.	
20	7. MOLLY'S TENAYA, LLC d/b/a Molly's Tenaya is a Nevada limited liability	
21	company with its principal place of business in Clark County, Nevada.	
22	8. RMRM INC. d/b/a Foothills Tavern is a Nevada corporation with its principal place	
23	of business in Clark County, Nevada.	
24	9. RMTWO, INC. d/b/a Molly's is a Nevada corporation with its principal place of	
25	business in Clark County, Nevada.	
26	10. SILVEREAST LLC d/b/a Molly's Tavern is a Nevada limited liability company	
27	with its principal place of business in Clark County, Nevada.	

1 Wahoo's Fish Taco; and BOGEYS LLC d/b/a Bogeys West, a Nevada limited liability company

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- 11. NORTHSHORE ENTERTAINMENT GROUP LLC d/b/a Steiner's, a Nevada Style Pub is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 12. SEA BREEZE ENTERTAINMENT GROUP LLC d/b/a Steiner's, a Nevada Style Pub is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 13. WINDMILL ENTERTAINMENT GROUP LLC d/b/a Steiner's, a Nevada Style Pub is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 14. RAISING THE KILT, LLC d/b/a Aces Bar & Grill is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 15. CHAMPIONS TAVERN LLC d/b/a Aces East is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 16. WEDGIES SPORTS BAR, LLC - PIONEER BLVD d/b/a Wedgies Sports Bar is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 17. ARONSOHN, INC. d/b/a Blue Ox Tavern is a Nevada corporation with its principal place of business in Clark County, Nevada.
- 18. TOWN LOUNGE, LLC d/b/a Born and Raised is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 19. TOWN LOUNGE HENDERSON LLC d/b/a Born and Raised Henderson is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 20. TOWN LOUNGE GRAND BAZAAR LLC d/b/a Born and Raised Craft Pub is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 21. BOB KINGSTON PRODUCTIONS, INC. d/b/a Saddle N Spurs Saloon is a Nevada corporation with its principal place of business in Clark County, Nevada.
- 22. SHUCKS II, LLC d/b/a Shucks Tavern is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 23. SHUCKS III, LLC d/b/a Shucks Tavern is a Nevada limited liability company with its principal place of business in Clark County, Nevada.

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- 24. EDGE OF TOWN LLC d/b/a The Edge of Town Bar & Grille is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 25. BRIMSTONE, LLC d/b/a Bomas Bar and Grill is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 26. STARR & SON, LLC d/b/a The Martini is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 27. STARR GAMING LLC d/b/a The Pint is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 28. KSR TAVERN, LLC d/b/a Mulligans Border is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 29. KSRD TAVERN, LLC d/b/a Mulligans Pub & Grill is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 30. INTERCAPITAL DEVELOPMENT, INC. d/b/a Goldfinger's Bar & Grill is a Nevada corporation with its principal place of business in Clark County, Nevada.
- 31. CREATIVE NIGHTLIFE CONCEPTS, LLC d/b/a Downtown Cocktail Room is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 32. WFTLV01, LLC d/b/a Wahoo's Fish Taco is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 33. WFTLV02, LLC d/b/a Wahoo's Fish Taco is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 34. WFTLV04, LLC d/b/a Wahoo's Fish Taco is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 35. WFTLV05, LLC d/b/a Wahoo's Fish Taco is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 36. WFTLV06, LLC d/b/a Wahoo's Fish Taco is a Nevada limited liability company with its principal place of business in Clark County, Nevada.
- 37. BOGEYS LLC d/b/a Bogeys West is a Nevada limited liability company with its principal place of business in Clark County, Nevada.

1	38.	Stephen F. Sisolak is the Governor of Nevada.
2	39.	Barbara K. Cegavske is the Secretary of State of Nevada.
3	40.	Scott W. Anderson is the Chief Deputy Secretary of State of Nevada.
4		II. JURISDICTION AND VENUE
5	41.	This Court has jurisdiction over this matter pursuant to NRS 14.065, 30.030, and
6	34.160.	
7	42.	Venue is proper in the Eighth Judicial District Court for the State of Nevada because
8	the Plaintiffs'	causes of action, or some part thereof, arose in Clark County. NRS 13.020.
9		III. SUMMARY OF THE ACTION
10	43.	On July 10, 2020, Governor Sisolak issued Declaration of Emergency Directive 027
11	("Directive 27	"), which effectively forced the closure of many bars and taverns throughout the Stat
12	and put thousa	ands of Nevadans out of work. This action was taken without regard to (1) recent
13	reports from OSHA, the Clark County Business License Department, and the Gaming Control	
14	Board demonstrating that the vast majority of bars (and all of the Plaintiffs/Respondents in this	
15	case) were fully compliant with all Phase Two reopening procedures and (2) a complete absence o	
16	evidence that	sitting at a bar top or at a table within the bar area increases the likelihood of
17	contracting Co	OVID-19 so long as the bar or tavern complies with all of the Phase Two
18	requirements.	Accordingly, Plaintiffs/Respondents ask the Court to:
19		(a) Declare that Sections 5 and 6 of Directive 27 are invalid and unenforceable
20		against bar and tavern owners who are compliant with the Phase Two
21		requirements related to social distancing and face coverings;
22		(b) Enjoin enforcement of the Governor's arbitrary and capricious action; and
23		(c) Order Governor Sisolak to amend Directive 27 to rescind sections 5 and 6,
24		and allow bars and taverns to resume operating under Phase Two of the
25		Nevada's Reopening Response Plan.
26		IV. FACTUAL ALLEGATIONS
27		A. <u>Declaration of Emergency and Emergency Directives</u>
28	44.	Plaintiffs/Petitioners each operate bars and taverns in the State of Nevada.

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- 45. Nevada's bars and taverns collectively employ thousands of Nevada citizens.
- 46. On March 12, 2020, in response to the COVID-19 pandemic, Governor Sisolak issued a Declaration of Emergency For COVID-19 ("Declaration of Emergency"), which will remain in effect until the Chief Medical Officer notifies Governor Sisolak that the health event has been abated and the Governor issues an order terminating the emergency.<sup>1</sup>
- 47. Pursuant to NRS 414.060, Governor Sisolak may direct and control the conduct of the general public and the movement and cessation of movement of pedestrians and vehicular traffic during, before, and after exercises or an emergency or disaster; and public meetings or gatherings.
- 48. Pursuant to NRS 414.070, additional powers are delegated to Govornor Sisolak during the existence of a state of emergency, which include, enforcing all laws and regulations relating to emergency management and assuming direct operational control of any or all forces, including, without limitation, volunteers and auxiliary staff for emergency management in the State; providing for and compelling the evacuation of all or part of the population from any stricken or threatened area or areas within the State and to take such steps as are necessary for the receipt and care of those persons; and performing and exercising such other functions, powers and duties as are necessary to promote and secure the safety and protection of the civilian population.
- 49. After issuing the Declaration of Emergency, Governor Sisolak began issuing emergency directives to address the COVID-19 pandemic.
- 50. On March 20, 2020, Governor Sisolak issued Declaration of Emergency Directive 003<sup>2</sup> ("Directive 3"), which ordered all bars and taverns to cease onsite service (allowing service only via take-out, drive-through, curbside pickup, or delivery, if applicable).
- 51. On May 7, 2020, Governor Sisolak issued Declaration of Emergency Directive 018 Phase One Reopening Plan<sup>3</sup> ("Directive 18"), which allowed bars and taverns licensed to serve food

Available at http://gov.nv.gov/News/Emergency Orders/2020/2020-03-12 - COVID-19 Declaration of Emergency/.

Available at http://gov.nv.gov/News/Emergency Orders/2020/2020-03-20 - COVID-

<sup>19</sup> Declaration of Emergency Directive 003 (Attachments)/(see Section 3).

Available at http://gov.nv.gov/News/Emergency Orders/2020/2020-05-07 - COVID-19 Declaration of Emergency Directive 018 - Phase One Reopening (Attachments)/ (see Section 17).

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to resume onsite dining subject to certain social distancing restrictions. However, bar tops and bar areas were required to remain closed to customers. Additionally, bars and taverns that were not licensed to serve food remained closed to onsite service.

- 52. On May 28, 2020, Governor Sisolak issued Emergency Directive 021 – Phase Two Reopening Plan<sup>4</sup> ("Directive 21"). Directive 21 provided that bars and taverns (and other similar businesses) could re-open to the public so long as certain precautions were followed. In particular, Directive 21 provided that bars and taverns could allow customers to "sit at and be served at bar tops" so long as "bar top seating is limited such that barstools are spaced a minimum of six feet apart from other barstools of other customers not in the same party." (See Section 25 of Directive 21.) Directive 21 took effect on May 29, 2020 and was to remain in effect through June 30, 2020, unless terminated or extended by a subsequent Directive.
- 53. Beginning in late June 2020, Nevada began experiencing increased COVID-19 cases and hospitalizations.
- 54. On June 24, 2020, Governor Sisolak issued Declaration of Emergency Directive 024<sup>5</sup> ("Directive 24") mandating that individuals wear face coverings in public spaces. It requires that businesses "ensure that all patrons, customers, patients, or clients utilize face coverings, subject to the guidelines that shall be promulgated pursuant to this Directive, including prohibiting persons without face coverings from entering the premises." Directive 24 took effect at 11:59 p.m. on Thursday, June 25, 2020 and remains in effect.
- 55. On June 29, 2020, Governor Sisolak issued Declaration of Emergency Directive 026<sup>6</sup> ("Directive 26") extending Phase Two of Nevada's Reopening Plan until through July 31, 2020 at 11:59 pm, unless terminated or extended by a subsequent Directive. It remains in effect.

Available at http://gov.nv.gov/News/Emergency Orders/2020/2020-05-28 - COVID-19 Declaration of Emergency Directive 021 - Phase Two Reopening Plan (Attachments)/ (see Sections 25 and

<sup>26).</sup> 

Available at http://gov.nv.gov/News/Emergency Orders/2020/2020-06-24 -COVID-19 Declaration of Emergency Directive\_024\_(Attachments)/.

Available at http://gov.nv.gov/News/Emergency Orders/2020/2020-06-29 - COVID-19 Declaration of Emergency Directive 026/.

1 56. On July 9, 2020, Governor Sisolak held a press conference announcing, among other 2 things, that he would be issuing a new emergency order closing bars and taverns that do not serve 3 food effective July 11, 2020. 57. 4 At the press conference, Governor Sisolak, stated that bars and taverns were being 5 targeted—as opposed to casinos, restaurants, or other establishments where people congregate—for 6 the following reasons: 7 (a) "COVID can easily spread when people are congregating for long periods of 8 time, like inside a bar." 9 (b) "In [other] states where we have seen significant spikes such as Arizona, 10 Texas, and Florida, they've all taken actions to rollback bars." 11 "Recently, Dr. Fauci, the U.S. top infectious disease expert, advised that (c) 12 congregating in bars poses a significant risk and is one [of] the most 13 dangerous things people could do . . . . " 14 (d) "Additionally, I'm concerned because based on our inspection, thus far, 15 fewer than half of the bars that OSHA inspectors have visited have been 16 found to be in compliance." 17 58. On July 10, 2020, Governor Sisolak issued Declaration of Emergency Directive 027<sup>7</sup> 18 ("Directive 27"), which rescinded certain sections of Directive 21, including those related to bars 19 and taverns. 20 59. Directive 27 rescinded Section 25 of Directive 21, and ordered that: 21 Restaurants and food establishments, and bars, pubs, taverns, breweries, distilleries, and wineries licensed to serve food in a 22 restaurant-type setting, whether or not in a restricted or nonrestricted gaming establishment, shall operate under the Phase One conditions set 23 forth in Section 17 of Directive 018, as amended above, when located in a county with an Elevated Disease Transmission and according to 24 the criteria published by the Department of Health and Human Services. Bar tops and bar areas in any establishment in a county 25 with an Elevated Disease Transmission and according to the criteria published by the Department of Health and Human Services shall be 26 closed to customers, but bar beverages may be served at tables for 27 Attached as Exhibit 1, available at http://gov.nv.gov/News/Emergency Orders/2020/2020-07-10 - COVID-28 19 Declaration of Emergency Directive 027 (Attachments)/.

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1 onsite consumption. Customers must only be served via table services and may not order from bar top areas. 2 3 (Emphasis added). Although, restaurants, bars, and taverns that are licensed to serve food are 4 allowed to continue operations (subject to strict social distancing procedures), they must cease 5 serving customers at the bar or seating customers in the bar area (i.e. high tops). 6 60. Directive 27 also rescinded Section 25 of Directive 21, and ordered that: 7 Bars, pubs, taverns, breweries, distilleries, and wineries in a county with an Elevated Disease Transmission, and according to the criteria 8 published by the Department of Health and Human Services, not licensed to serve food shall close and remain closed as required by 9 Section 18 of Directive 18, expanded to include these same establishments located in restricted or nonrestricted gaming 10 establishment, while offering curbside delivery and home delivery where permitted by local code or ordinance, as outlined in the same 11 section of Directive 18. In nonrestricted gaming establishments, this Section shall not be interpreted to prohibit employees from making 12 drinks behind the bar top or to prohibit cocktail servers from collecting and distributing such drinks to patrons seated at tables, machines, etc. 13 14 Therefore, bars and taverns that are not licensed to serve food were ordered to close for onsite 15 service and are again limited to offering service by take-out, drive-through, curbside pickup, or 16 delivery, if applicable. 17 61. Gaming machines at most bars and taverns are located on bar tops or bar areas. 18 62. Most bars and taverns are reliant on gaming to remain economically viable— 19 especially with current limits on capacity contained in Governor Sisolak's Directives. 20 63. Even if a bar or tavern is licensed to serve food (and can therefore remain open for 21 onsite service), Section 5 of Directive 27 prohibits customers from accessing gaming machines 22 located on bar tops or bar areas. 23 B. **Business Inspections** 24 Since Directive 24 became effective on June 24, 2020, businesses have been subject 64. 25 to inspections by multiple agencies, including the Division of Industrial Relations' Nevada 26 Occupational Safety and Health Administration (OSHA), the Clark County Business License 27

Department, and the Gaming Control Board.

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- (c) General retail—87% compliance;
- Restaurants—93% compliance; and (d)
- Automobile sales and maintenance—100% compliance. (e)
- 70. During the period of July 6 through 8, Nevada OSHA officials conducted 56 follow up visits to businesses that were previously noncompliant and found that 50 of those businesses had taken the appropriate measures to come in compliance, a compliance rate of 89%.
- 71. Between June 26, 2020 and July 10, 2020, Clark County business license agents conducted inspections of more than 1,600 businesses in unincorporated Clark County. It issued a Notice of Violation to 39 businesses. 8 None of the cited businesses was a bar or tavern.
- 72. Additionally, the Gaming Control Board has conducted inspections of its licensees. Since June 4, 2020, the Enforcement Division of the Gaming Control Board has conducted 1,453 inspections and observations of nonrestricted licensees and 6,008 inspections and observations of restricted licensees. It has opened 111 regulatory cases statewide.
- 73. Despite overwhelming evidence that the vast majority of bars and taverns are in compliance with the reopening mandates pertaining to social distancing and face coverings, Governor Sisolak has singled out this particular group of businesses in Directive 27.
- 74. To justify this order, Governor Sisolak cites statistics from inspections conducted in the first few days after ordering face coverings. While only 52% of bars were observed to be compliant at that time, high rates of non-compliance were also observed at home improvement stores, grocery stores, and casino hotels. In fact, only 39% of home improvement stores were compliant.
- 75. In reality, the bar industry quickly came into compliance. By July 3, 2020, OSHA found that 80% of bars were in compliance—the same compliance percentage observed on the gaming floor at casino hotels. At the same time, Wet 'n Wild was found to be non-compliant and pools at casino-hotels were only 40% compliant.

Attached as Exhibit 2, available at http://www.clarkcountynv.gov/public-communications/news/Pages/Namesof-Businesses-Penalized-for-Not-Complying-with-Governor's-COVID-19-Mandates-Released.aspx.

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- 76. Despite the available evidence showing compliance by bars and taverns, Directive 27 unfairly and unlawfully singles them out for closure. Notably, it does not close home improvement stores, water parks, casino floors, or casino pools, or other businesses found to have similar (or more serious) compliance issues.
- 77. Furthermore, there is no evidence that continued operations of bars and taverns in Nevada that are compliant (like Plaintiffs/Petitioners) with the social distancing and face covering provisions set forth in Directives 21 and 24 are disproportionately contributing to the spread of COVID-19.
- 78. Finally, to the extent that specific businesses are non-compliant, Directives 21 and 27 authorize all local, city, and county governments, and state agencies to engage in enforcement activities, which include, but are not limited to, "suspending licenses, revoking licenses, or issuing penalties for violating business, professional, liquor, tobacco, or gaming licenses issued by the local jurisdiction for actions that jeopardize the health, safety, or welfare of the public; conduct which may injuriously affect the public health, safety, or welfare; conduct that may be detrimental to the public peace, health, or morals; or any other applicable ordinance or requirement for such a license."

## V. **CLAIMS FOR RELIEF**

## A. First Claim for Relief: Equal Protection Violation (Article 4, Section 21 of the Nevada Constitution)

- 79. Plaintiffs/Petitioners reallege and incorporate by reference the allegations contained in all previous paragraphs, inclusive.
- 80. Sections 5 and 6 of Directive 27 treat bars and taverns that are fully compliant with the Phase Two reopening requirements differently than other, similarly situated, non-essential businesses (i.e. industries that have similar (or worse) levels of compliance are not subject to similar restrictions).
- 81. The disparate treatment of bars and taverns is unreasonable because there is no rational basis for treating bars and taverns differently than other, similarly situated, non-essential businesses:

in all previous paragraphs, inclusive.

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(a)

There is no evidence that the increase in the number of COVID-19 in Nevada

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- 91. Plaintiffs/Petitioners contend that Sections 5 and 6 of Directive 27 are unlawful, arbitrary, capricious, clearly erroneous, and in excess of Defendants/Respondents' authority.
  - 92. The parties' dispute presents an actual justiciable controversy.
- 93. The Plaintiffs/Petitioners request a declaratory judgment stating that Sections 5 and 6 of Directive 27 are invalid and cannot be enforced against bar and tavern owners who are compliant with the social distancing and face covering requirements because those sections arbitrarily and capriciously impair the rights and privileges of these bar and tavern owners.

## D. Third Claim for Relief: Injunctive Relief

- 94. Plaintiffs/Petitioners reallege and incorporate by reference the allegations contained in all previous paragraphs, inclusive.
- 95. As set forth above, Sections 5 and 6 of Emergency Directive 027 are unlawful, clearly erroneous, arbitrary, capricious, and in excess of Defendants/Respondents' authority.
- 96. As a result of Defendants/Respondents' unlawful, clearly erroneous, arbitrary, and capricious actions, Plaintiffs/Petitioners have each suffered and continue to suffer irreparable harm to their business (and the personal interests of their owners) with no adequate remedy at law.
- 97. Defendants/Respondents will suffer no harm if the relief is granted because there is no evidence that allowing Nevada's bars and taverns which are fully compliant with the Phase Two Reopening requirements to continue to provide onsite services creates an unreasonable risk of spreading COVID-19. Furthermore, Directives 21 and 24 already provide that any bar or tavern that violates the requirements can be cited and closed.
  - 98. The Plaintiffs/Petitioners are likely to succeed on the merits in this litigation.
- 99. The public interest favors Plaintiffs/Petitioners because the actions and decisions of Defendants/Respondents should comply with the Nevada Constitution and should not be arbitrary and capricious.
- 100. Plaintiffs/Petitioners are entitled to preliminary injunctive relief, and after a trial on the merits, permanent injunctive relief, ordering Defendants/Respondents to Amend Directive 27 by rescinding Sections 5 and 6.

E.

2	101.	Plaintiffs/Petitioners reallege and incorporate by reference the allegations contained
3	in all previous	s paragraphs, inclusive.
4	102.	As set forth above, Defendants/Respondents have engaged in an arbitrary and
5	capricious ex	ercise of discretion in issuing and enforcing Declaration 27.
6	103.	There is no plain, speedy, and adequate remedy in the ordinary course of law to
7	correct Defen	dants'/Respondents' arbitrary and capricious acts and exercise of discretion.
8	104.	Therefore, Plaintiffs/Petitioners petition this Court to issue a writ of mandamus to
9	Defendants/R	espondents to amend Directive 27 by rescinding Sections 5 and 6.
10		VI. PRAYER FOR RELIEF
11	WHE	REFORE, Plaintiffs/Petitioners pray for the following relief:
12	1.	Preliminary injunctive relief, and after a trial, permanent injunctive relief, ordering
13	Defendants/R	espondents to amend Directive 27 by rescinding Sections 5 and 6.
14	2.	A declaratory judgment stating that Sections 5 and 6 of Directive 27 are invalid as to
15	bar and tavern owners who are compliant with the social distancing and face covering requiremen	
16	of Phase Two because they arbitrarily and capriciously impair the rights and privileges of bar and	
17	tavern owners;	
18	3.	A writ of mandamus compelling Defendants/Respondents compelling them to
19	amend Direct	ive 27 by rescinding Sections 5 and 6; and
20	4.	For an award of Plaintiffs'/Respondents' costs and fees incurred in this matter;
21	5.	For such other and further relief as is deemed proper and appropriate.
22	DATE	ED this 12 <sup>th</sup> day of July, 2020.
23		Bailey
24		By: /s/ Dennis L. Kennedy Dennis L. Kennedy
25		Kelly B. Stout
26		PAUL C. WILLIAMS  Attorneys for Plaintiffs
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Fourth Claim for Relief: Petition for Writ of Mandamus