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 11 *Bellagio, LLC*

12 **UNITED STATES DISTRICT COURT**  
 13 **DISTRICT OF NEVADA**

14  
 15 LOCAL JOINT EXECUTIVE BOARD OF  
 16 LAS VEGAS,

17 Plaintiff,

18 vs.

19 HARRAH’S LAS VEGAS, LLC; THE  
 20 SIGNATURE CONDOMINIUMS, LLC;  
 BELLAGIO, LLC,

21 Defendants.

Case No.: 2:20-cv-01221-RFB-NJK

**DEFENDANTS THE SIGNATURE  
 CONDOMINIUMS, LLC AND  
 BELLAGIO, LLC’S MOTION TO  
 DISMISS OR, ALTERNATIVELY,  
 MOTION FOR JUDGMENT ON THE  
 PLEADINGS**

**Oral Argument Requested**

22  
 23 Defendants The Signature Condominiums, LLC (“Signature”) and Bellagio, LLC  
 24 (“Bellagio”) (collectively, “Defendants”), by and through their attorneys, Jackson Lewis P.C.,  
 25 hereby submit the instant Motion to Dismiss Plaintiff’s claims pursuant to Rules 12(b)(1),  
 26 12(b)(6), and/or 12(c)<sup>1</sup> and of the Federal Rules of Civil Procedure. This Motion is based on the  
 27

28 <sup>1</sup> Should the Court determine that Defendants’ prior Motion to Dismiss or in the Alternative to Sever, which requested that the Court sever the claims against Bellagio and Signature from those against

1 following Memorandum of Points and Authorities, all pleadings and documents on file with the  
2 Court, and any oral argument the Court deems proper.

3 **I. INTRODUCTION**

4 Bellagio and Signature, respectively, have had collective bargaining relationships with  
5 Plaintiff, the Local Joint Executive Board of Las Vegas (“Union” or “Plaintiff”), for more than a  
6 decade. There is constant, if not daily, communication, and that communication has continued  
7 throughout the COVID-19 crisis. Since the pandemic’s onset in March 2020, Signature and  
8 Bellagio have been enmeshed in negotiations with the Union over the various issues the  
9 companies have been forced to confront as a result of their unexpected closure. The Union never  
10 contended or proposed that Defendants adopt specific health and safety standards during those  
11 discussions. It focused on economic demands like recall rights, continued wages, and health and  
12 welfare benefits.

13 In preparation for reopening, Defendants retained national experts to guide them in  
14 developing comprehensive health and safety plans, taking advantage of the best available science  
15 and epidemiological studies. Defendants provided its industry leading Seven Point Safety Plan,  
16 as well as other procedures and employee training information to the Union on May 12, 2020 –  
17 more than three weeks before the June 4, 2020 reopening. The Union did not comment – let  
18 alone object or criticize – Defendants’ plans. It certainly never contended that Defendants’ plans  
19 were insufficient to safeguard employees and guests. Indeed, when Defendants met with the  
20 Union for negotiations about the above-referenced economic issues on May 28, 2020, the Union  
21 asserted that it would not discuss or negotiate over specific health and safety standards on a  
22 bilateral basis because it desired uniform industry standards promulgated by the government, at  
23 least in part because such uniformity would simplify the Union’s administration of the labor  
24 agreements.

25 After Defendants reopened in June, the Union did not change its position. Although it  
26 now appears that the Union spent most of June preparing a lawsuit, it shared no information and

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27  
28 Harrah’s Las Vegas, LLC (ECF No. 5) exhausted Defendants’ ability to seek relief under Rule  
12(b)(6), Defendants can pursue the same motion, on the same grounds pursuant to Rule 12(c).

1 raised no concerns with Defendants. Indeed, although one would expect the Union to act with  
2 alacrity and alert Defendants to health and safety deficiencies, it has done no such thing. In  
3 negotiation meetings, the Union continued to focus on economic issues. The Union raised  
4 concerns about scheduling, seniority and recall, but its leadership never picked up the phone  
5 about the COVID-19 issues set forth in the Complaint.

6 Startlingly, given the importance of worker and guest safety to both Defendants and the  
7 Las Vegas economy at large, Defendants first learned of the Union's concerns in a press release  
8 which confirmed that this lawsuit, rather than informal resolution through the grievance and  
9 arbitration procedure, was preordained. Indeed, it is both inconceivable and inexcusable that the  
10 Union spent days, if not more than a week, collecting allegations, drafting a thirty page lawsuit,  
11 issuing a press release, and then conducting a press conference instead of contacting Defendants  
12 to share information and collaborate to keep workers and guests safe. There is no allegation, let  
13 alone evidence, that Defendants ignored safety issues or refused to engage the Union.

14 Nor could there be. Until filing its grievances on June 25, 2020, the Union never asked  
15 Defendants to meet to discuss alleged deficiencies in those policies. Although Defendants met  
16 and/or communicated with Union leadership more than sixty times during and after the closure  
17 period, the Union never proposed its own or otherwise proposed modification or alteration of  
18 Defendants' health and safety policies. And, most critically, before filing the Grievances, the  
19 Union never contended that it believed the Defendants' policies were insufficient in any way, let  
20 alone insufficient to protect workers and guests. Taken together, the Union's efforts to raise its  
21 concerns, and by extension, its efforts to address the alleged problems quickly, and without a  
22 lawsuit, have been totally inadequate. Their absence calls the purpose of the lawsuit into  
23 question.

24 And it does not end there. Plaintiff made no effort to contact Defendants even after the  
25 lawsuit was filed. It did not file an application for injunctive relief. It did not approach  
26 Defendants and seek stipulated relief as contemplated by Fed. R. Civ. P. and Local Rule 65. It is  
27 Defendants who initiated discussions, requesting to meet with the Union, as required by the  
28 collective bargaining agreements, on June 30, July 2, and July 3, 2020. The Union accepted

1 Defendants' invitation to arbitrate the grievances immediately but did not otherwise respond.  
2 Defendants requested that the Union provide them with information about their allegations on  
3 July 2, and July 3. Again, the Union did not respond.<sup>2</sup> Indeed, the Union did not agree to any  
4 meeting until July 6, 2020, after it was ordered to do so by the mutually selected arbitrator. It did  
5 not agree to furnish any information until, as discussed below, after Defendants were forced to  
6 file unfair labor practice charges with the National Labor Relations Board and the Union was  
7 ordered by the arbitrator to comply with its contractual obligations.

8 The Court's authority in this case is narrow and limited. It has no jurisdiction to consider  
9 the substance of Defendants' health and safety policies. The Norris-LaGuardia Act, 29 U.S.C. §  
10 143 ("NLA"), prohibits the Court from doing anything other than issuing, if appropriate, what is  
11 referred to as a reverse *Boys Markets* status quo injunction. See *Boys Markets, Inc. v. Retail*  
12 *Clerk's Union, Local 770*, 398 U.S. 235 (1970); See *N.Y. State Nurses Ass'n v. Montefiore Med.*  
13 *Ctr.*, 2020 U.S. Dist. LEXIS 77659, \*6-8 (S.D.N.Y. May 1, 2020) (denying injunction in union's  
14 attack on hospital health and safety policies). The Union's Complaint, however, seeks far more  
15 than a status quo injunction. It would have the Court step into the fray, consider the merits of  
16 Defendants' health and safety policies, and issue an order mandating potentially massive changes.  
17 It is nothing less than an invitation for the Court to serve as the arbitrator and, as set forth in  
18 paragraph 88 of the Complaint, it appears that the Union would have the Court potentially order  
19 both Bellagio and Signature's shut down, if the Union's demands for affirmative relief are not  
20 met. The Southern District of New York recently considered an almost identical case. In *N.Y.*  
21 *State Nurses Ass'n v. Montefiore Med. Ctr.*, 2020 U.S. Dist. LEXIS 77659, \*6-8 (S.D.N.Y. May  
22 1, 2020), the Union asked the court to enter an injunction enacting additional PPE requirements,  
23 contact tracing, and other safety procedures, just as the Union has done here. As the Southern  
24 District of New York explained, whether the union was right or wrong was irrelevant. It could  
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26 <sup>2</sup> On Thursday, July 2, 2020, **after** Defendants filed their Motion to Dismiss or in the Alternative  
27 Sever, the Union provided Defendants with a new proposal containing health and safety provisions  
28 which had never before been advanced. Submitting such a proposal **after** filing a lawsuit and being  
served with a Motion to Dismiss does not cure Plaintiff's failure to participate in the grievance  
process in good faith.

1 not grant the requested relief. Doing so would “turn the purpose of a reverse *Boys Markets*  
2 injunction — to protect the integrity of the arbitral process — on its head.” *Id.*

3 Even if the Court had the authority to issue the injunctive relief requested by the Union, it  
4 still would not be able to do so. Section 8 of the NLA also “denies injunctive relief to any party  
5 who has not attempted to settle the dispute by negotiation or resort to available governmental  
6 machinery for mediation or voluntary arbitration . . . .” THE DEVELOPING LABOR LAW § 1.III.D, at  
7 23 (citing *Bhd. of R.R. Trainmen, Enter. Lodge, No. 27 v. Toledo, Peoria & W.R.R.*, 321 U.S. 50,  
8 58 (1944)). Its text provides that “[n]o restraining order or injunctive relief shall be granted to  
9 any complainant who . . . has failed to make every reasonable effort to settle such dispute either  
10 by negotiation or with the aid of any available governmental machinery of mediation or voluntary  
11 arbitration.” 29 U.S.C. § 108; *see also Camping Constr. Co.*, 915 F.2d at 1345 (citing *Textile*  
12 *Workers Union v. Lincoln Mills*, 353 U.S. 448, 457-59, 1 L. Ed. 2d 972, 77 S. Ct. 912 (1957) and  
13 noting Section 8 of the NLA denies injunctive relief to any person who has failed to make “every  
14 reasonable effort” to settle the dispute)). As set forth below, in failing to engage in any pre-  
15 dispute informal attempts to negotiate, in failing to respond to Defendants’ requests for Boards of  
16 Adjustment, and in failing to provide information required by both the collective bargaining  
17 agreements and the NLRA, the Union has not – and at this point cannot – meet its burden.

## 18 **II. FACTUAL BACKGROUND**

19 Defendant Signature is an all-suite resort consisting of three towers containing  
20 approximately 1,700 rental units located at 145 East Harmon Avenue in Las Vegas, Nevada. ECF  
21 No. 1, ¶ 29. Defendant Bellagio is a hotel-casino property with 3,950 rooms located at 3600  
22 South Las Vegas Boulevard in Las Vegas, Nevada. *Id.* at ¶ 68. Both Defendants have a collective  
23 bargaining relationship with Plaintiff. *See Exhibit 1*, Signature Collective Bargaining  
24 Agreement; *Exhibit 2*, Bellagio Collective Bargaining Agreement. Signature and Bellagio are  
25 subsidiaries of MGM Resorts International (“MGMRI”).<sup>3</sup>

26 \_\_\_\_\_  
27 <sup>3</sup> The currently collective bargaining agreements between the Union and Bellagio and Signature, were  
28 negotiated in 2018 and 2019, respectively, and they expire in 2023. They were not attached to the  
Complaint but may be properly considered by this Court. *See Van Buskirk v. CNN*, 284 F.3d 977, 980  
(9th Cir. 2002) (“Under the ‘incorporation by reference’ rule of this Circuit, a court may look beyond

1 In early March of this year, Bellagio, Signature and all other MGMRI subsidiaries  
2 approached the leadership of the Joint Executive Local Board of Las Vegas (“Plaintiff” or  
3 “Union”), prior to Nevada Governor Steve Sisolak’s mandated closures, to begin discussing  
4 COVID-19 and the various steps that MGMRI, including Signature and Bellagio, and the Union  
5 would need to take to protect employees and customers. **Exhibit 3**, Declaration of Wendy L. Nutt  
6 (“Nutt Decl.”) at ¶ 3. MGMRI’s Senior Vice President of Labor Strategy, Wendy L. Nutt, met  
7 and/or communicated with Union leadership more than twenty times in March alone. *Id.* at ¶ 4.

8 Those meetings and communications continued into the months of April, May, and June.  
9 *Id.* at ¶5. The parties met additional times to discuss and negotiate various issues, including health  
10 insurance benefits, recall rights, and similar issues. *Id.* At no time during those discussions did  
11 the Union seek to engage Defendants in detailed discussions over health and safety protocols,  
12 even after Defendants provided the Union with its Seven Point Plan, Training Manual, and Safety  
13 Fact Sheets on May 12, 2020. *Id.* at ¶6. In fact, the Union never made any such detailed  
14 proposals; rather, the Union proposed, and the parties negotiated only regarding daily room  
15 cleaning and Defendants’ general authority to implement general safety and health protocols and  
16 related training. *Id.* at ¶7. During a meeting on May 28, 2020, the Union stated that that it was  
17 proposing to remove even the general safety, health and training language from memorandum of  
18 agreement being negotiated. *Id.* The Union asserted instead that all health and safety standards  
19 should be universal for the Las Vegas casino operations and set by the state government. *Id.* The  
20 Union stated that they intended to seek such universal standards through direct approach to state  
21 governmental officials. *Id.*

22 The first time that the Union formally notified Defendants of an objection or concern  
23 regarding the content or application of the Defendants’ health and safety policies and protocols

24 the pleadings without converting the Rule 12(b)(6) motion into one for summary judgment.”) Those  
25 agreements, however, have not been completely reduced to writing. The prior agreements are  
26 therefore attached. For purposes of this Motion, the prior agreements establish that each entity has its  
27 own collective bargaining relationship with the Union and the collection of tentative agreements  
28 which comprise current agreements is not necessary. Those tentative agreements may prove  
necessary for subsequent motion practice and they will be introduced at that time. With respect to  
Exhibits 1 and 2, because the collective bargaining agreements are over 100 pages long, the attached  
exhibits include only the first eight pages and the recognition clauses.

1 was June 25, 2020, when it filed the grievances. *Id.* at ¶8; **Exhibit 4**, Signature Grievance;  
2 **Exhibit 5**, Bellagio Grievance. Although the allegations in the grievances are serious, the Union  
3 did not take any of its normal steps to make Defendants aware of its concerns. **Ex. 3**, Nutt Decl. at  
4 ¶8. It did not contact me or any other labor relations executive to discuss the issues or to propose  
5 modifications to the policies/protocols. *Id.* The Union delivered the grievances to a general email  
6 address. *Id.* In fact, Defendants first became aware of the Union's concerns when the Union  
7 issued a press release on June 26, 2020. *Id.* Defendants first became aware of the grievances  
8 themselves on Monday, June 29, 2020. *Id.*

9 On June 30, 2020, Ms. Nutt contacted the Union and asked to meet for a Board of  
10 Adjustment:

11 Geo and Terry,

12 I recently was made aware that you filed two general grievances, one at Bellagio  
13 and one at Signature, alleging a violation of Side Letter #11 relating to the  
14 Union's concerns regarding COVID-19. Unlike your usual practice with issues of  
15 importance, you did not send these to my attention, and instead, these were  
16 forwarded to the general grievance inbox without copy to me or Rudy, so I did not  
17 see them until yesterday. The health and safety of our employees is our top  
18 priority, and given our extensive discussions and relationship, we would expect  
19 that you would immediately bring safety concerns to our attention in real time, so  
20 that they can be addressed. We have provided you with a copies of, or  
21 information regarding, our safety plans and protocols, including our incident  
22 response protocols, and we were not made aware of the concerns set forth in the  
23 grievances until we discovered those grievances on Monday.

24 The Company takes these concerns very seriously, and I would like to schedule a  
25 Board of Adjustment with you immediately to discuss these concerns in more  
26 detail, as you suggest in your grievance. I will make myself available any time  
27 today, so please let me know what time works best for you to discuss.

28 Wendy

**Ex. 3**, Nutt Decl. at ¶9; **Exhibit 6**.

Defense counsel followed up by letter the same day and offered to meet and if necessary,  
arbitrate, the grievances on July 21-24, 2020. **Exhibit 7**. Union counsel responded the following  
day, July 1, 2020. **Exhibit 8**. Union counsel agreed to the arbitration dates, but neither the Union  
nor its counsel agreed to schedule the mandatory Boards of Adjustment. *Id.*





1 **III. LEGAL ARGUMENT**

2 **A. Legal Standards**

3 1. *Motion to Dismiss.*

4 Under Federal Rule of Civil Procedure 12(b)(6), dismissal is proper when a complaint  
5 fails to state a claim upon which relief can be granted. “Dismissal may be based on the lack of a  
6 cognizable legal theory or on the absence of sufficient facts alleged under a cognizable legal  
7 theory.” *Id.* (citing *Navarro v. Block*, 250 F.3d 729, 732 (9th Cir. 2001); *Balistreri v. Pacifica*  
8 *Police Dep’t*, 901 F.2d 696, 699 (9th Cir. 1988)). In order for the plaintiffs to survive a 12(b)(6)  
9 motion, they must “provide the grounds for [] entitlement to relief [which] requires more than  
10 labels and conclusions. *Id.* (citing *Bell Atl. Corp v. Twombly*, 550 U.S. 544, 547 (2007)).

11 To survive a motion to dismiss, a complaint must contain “enough facts to state a claim to  
12 relief that is plausible on its face.” *Twombly*, 550 U.S. at 545. A claim has “facial plausibility  
13 when the plaintiff pleads factual content that allows the court to draw the reasonable inference  
14 that the defendant is liable for the misconduct alleged.” *Ashcroft v. Iqbal*, 129 S. Ct. 1937, 1949  
15 (2009). “[A] pleading that offers labels and conclusions or a formulaic recitation of the elements  
16 of a cause of action” does not satisfy this standard. *Id.* at 1950. “Nor does a complaint suffice if  
17 it tenders naked assertion[s] devoid of further factual enhancement.” *Id.* (quotation omitted). In  
18 short, if Plaintiff’s allegations fail to “raise a right to relief above the speculative level,” this  
19 Motion should be granted. *Twombly*, 550 U.S. at 570.

20 2. *Requirements for Injunctive Relief in a Labor Dispute.*

21 Plaintiff’s Complaint fails to state a claim for injunctive relief because it utterly fails to  
22 meet the heavy burden required for any potential award of such relief. “A preliminary injunction  
23 is an *extraordinary* remedy never awarded as of right.” *Winter v. Natural Res. Council, Inc.*, 555  
24 U.S. 7, 24, 129 S. Ct. 365 (2008) (emphasis added). Therefore, to qualify, “the movant’s right to  
25 relief must be *clear and unequivocal*.” *Fundamentalist Church of Jesus Christ of Latter-Day*  
26 *Saints v. Horne*, 698 F.3d 1295, 1301 (10th Cir. 2012) (emphasis added). A court may grant a  
27 preliminary injunction only if the movant establishes: (1) it will suffer irreparable harm; (2) that  
28 there is a substantial likelihood that it will succeed on the merits; (3) that an injunction, if issued,

1 would not be adverse to public policy; and (4) that the threatened injury outweighs the damage  
 2 the proposed injunction may cause the opposing party. *Fernandez v. State of Nevada*, 2011 U.S.  
 3 Dist. LEXIS 6103 at \*2-3 (D. Nev Jan. 15, 2011) (citing Fed. R. Civ. P. 65; *Winter*, 55 U.S. at  
 4 24).

5 A party’s traditional path to injunctive relief is further narrowed in cases “involving or  
 6 growing out of any labor dispute” because the NLA constrains the federal courts’ jurisdiction to  
 7 issue injunctive relief. 29 U.S.C. §§ 101 & 104. Indeed, the Norris-LaGuardia Act is “an anti-  
 8 injunction statute,” *San Antonio Cmty. Hosp. v. S. California Dist. Council of Carpenters*, 125  
 9 F.3d 1230, 1234 (9th Cir. 1997), which prevents district courts from issuing “any restraining  
 10 order or temporary or permanent injunction in a case involving or growing out of a labor dispute,  
 11 except in a strict conformity with [its] provisions,” 29 U.S.C. § 101 (alteration added). Indeed,  
 12 the Norris-LaGuardia Act “prohibits any federal court from issuing an injunction in **almost any**  
 13 **labor dispute.**” *Reuter v. Skipper*, 4 F.3d 716, 718 (9th Cir. 1993) (emphasis added) (citing  
 14 *Camping Constr. Co. v. District Council of Iron Workers*, 915 F.2d 1333, 1343-49 (9th Cir.  
 15 1990)). Plaintiff concedes that this is a labor dispute and therefore the NLA and its jurisdictional  
 16 prohibition on injunctions applies.

17 **B. The Court Lacks Subject Matter Jurisdiction Because Plaintiff’s Request for an**  
 18 **Injunction is Barred by the Norris-LaGuardia Act**

19 1. *Plaintiff is Not Entitled to Injunctive Relief Because It Has Failed to*  
 20 *Comply With the Section 8 of the Norris-LaGuardia Act.*

21 To further ensure that an injunction is an employer’s “last line of defense” in the effort to  
 22 resolve a labor dispute, *Bhd. of R.R. Trainmen, Enter. Lodge, No. 27 v. Toledo, Peoria & W.R.R.*,  
 23 321 U.S. 50, 58 (1944), the NLA’s § 8 “denies injunctive relief to any party who has not  
 24 attempted to settle the dispute by negotiation or resort to available governmental machinery for  
 25 mediation or voluntary arbitration . . . .” THE DEVELOPING LABOR LAW § 1.III.D, at 23. No  
 26 “restraining order or injunctive relief shall be granted to any complainant who . . . has failed to  
 27 make every reasonable effort to settle such dispute either by negotiation or with the aid of any  
 28 available governmental machinery of mediation or voluntary arbitration.” 29 U.S.C. § 108; *see*  
*also Camping Constr. Co.*, 915 F.2d at 1345 (citing *Textile Workers Union v. Lincoln Mills*, 353

1 U.S. 448, 457-59, 1 L. Ed. 2d 972, 77 S. Ct. 912 (1957) and noting Section 8 of the NLA denies  
2 injunctive relief absent “every reasonable effort” to settle the dispute).

3 Here, Plaintiff seeks injunctive relief from the Court as a first resort, rather than a last. On  
4 May 28, 2020, Plaintiff abruptly, and without prior notice, stopped engaging in negotiations with  
5 Defendants’ representatives over health and safety proposals and asserted that all hotel-casinos  
6 should be subject to universal standards promulgated by state government. It has ignored  
7 Defendants’ efforts to engage in the dispute resolution procedures mandated by the collective  
8 bargaining agreements. Now, Plaintiff claims that the standards promulgated by the state  
9 government are “inadequate.” ECF No. 1 at 28:17-28. Until the grievances, Plaintiff did not  
10 contend that the Defendants’ health and safety policies violated the agreements.

11 Indeed, although the Union now contends that the issues presented in the grievances  
12 require immediate attention, the Union sent those grievances to a general MGM Resorts  
13 International email inbox, and did not attempt to expedite the process by contacting any of the  
14 labor relations executives with whom it deals with on a daily basis. Two days after Plaintiff filed  
15 its grievances, it announced in a press release its intention to file a complaint against “major Las  
16 Vegas Strip casino companies” on June 29, 2020, the next business day following the  
17 announcement. In other words, the alleged exigent circumstances Plaintiff relies on as a basis for  
18 injunctive relief are manufactured. They are neither the result of bad faith nor delays in  
19 contractual dispute resolution process. Plaintiff’s attempt to substitute the judicial process for the  
20 timely, good faith use of the contractual dispute resolution is contrary to the “clean hands”  
21 provision of the NLA and should not be countenanced by the Court.

22 *2. Plaintiff’s Request for an Affirmative Injunction Exceeds the Scope*  
23 *of the Limited Injunctive Relief Permissible Under the Norris-*  
*LaGuardia Act.*

24 Plaintiff’s Compliant seeks to enjoin “Defendants from promulgating and following  
25 unreasonable rules and procedures.” ECF No. 1 at 29:3-6. On its face, Plaintiff’s broad, vague  
26 request asks the Court to micro-manage Defendants’ operations and nullify the (unidentified)  
27 protective rules and procedures already in place solely because the Union deems these rules and  
28 procedures to be “unreasonable.” Plaintiff then seeks to impose affirmative obligations which it

1 deems “reasonable” on Defendants such as training “contact people and Joint Board members” in  
2 the “scientifically accurate<sup>4</sup> protocols for reporting,” and to even force Defendants to close  
3 pending contact tracing, further conditioned upon the immediate, mandatory disclosure of  
4 employees’ protected health information to Union representatives. *See* ECF No. 1 at 26:13-26.  
5 Accordingly, even though Plaintiff’s request for injunctive relief is couched as a bar against  
6 action, in reality Plaintiff seeks the Court’s endorsement of new, affirmative obligations on  
7 Defendants, or otherwise require Defendants to cease operating. This type of mandatory,  
8 affirmative relief is expressly prohibited by the NLA:

9 every restraining order or injunction granted in a case involving or growing out of  
10 a labor dispute **shall include only a prohibition of such specific act or acts as**  
11 **may be expressly complained of** in the bill of complaint or petition filed in such  
case and as shall be expressly included in said findings of fact made and filed by  
the court as provided in this chapter.

12 29 U.S.C. § 107 (emphasis added). Simply put, even if this Court had jurisdiction over Plaintiff’s  
13 claims, it would still be unable to award the affirmative relief Plaintiff aims for. To be clear, the  
14 Court does not have jurisdiction because Plaintiff’s claims do not fit within the limited exceptions  
15 to the NLA’s outright ban on issuance of injunctions in labor disputes, which include compelling  
16 the parties to honor agreements to arbitrate, enjoining strikes when a union refuses to honor its  
17 contractual commitment to arbitrate, and enforcing a union’s positive duties under federal statutes  
18 such as the Railway Labor Act. Indeed, in *Camping Constr. Co.*, the Ninth Circuit noted “every  
19 such [exception to the NLA] we have discovered accommodates the Act either to a duty  
20 specifically imposed by another statute, or to the strong federal policy favoring labor arbitration.”  
21 *Camping Constr. Co.*, 915 F.2d at 1345; *see also Reuter*, 4 F.3d at 720. No such circumstances  
22 exist here. On the contrary, Plaintiff’s request for injunctive relief undermines the strong federal  
23 policy favoring labor arbitration.

24 ///

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26  
27 <sup>4</sup> This request exemplifies the impropriety of Plaintiff’s request that the Court intervene in its labor  
28 dispute with Defendants, as it would require the Court to determine what protocols are “scientifically  
accurate” where even the scientific community’s understanding of such protocols has been subject to  
change throughout the course of the pandemic.

1 C. **A “Reverse” *Boys Markets* Injunction Cannot Serve as the Basis for Subject Matter**  
2 **Jurisdiction Because the Union Cannot Meet the Requirements for This Limited**  
3 **Exception to the NLA**

4 In *Boys Markets*, 398 U.S. at 252-53, the Supreme Court carved out a limited exception to  
5 the NLA’s prohibition against injunctions in labor disputes. Under *Boys Markets*, a court has  
6 jurisdiction to issue injunctive relief where a union strikes over a dispute that both parties are  
7 contractually bound to arbitrate. *Id.* at 254. Injunctive relief is only available when: (1) the  
8 collective bargaining agreement contains a mandatory arbitration provision; (2) the underlying  
9 dispute is arbitrable; (3) the party seeking arbitration is prepared to arbitrate; and (4) issuance of  
10 an injunction would be warranted under ordinary principles of equity - whether breaches are  
11 occurring and will continue, or have been threatened and will be committed; whether the breaches  
12 have caused or will cause irreparable injury to the employer; and whether the employer will suffer  
13 more from the denial of an injunction than will the union from its issuance. *Id.*; *see also*  
14 *Newspaper & Periodical Drivers’ & Helpers’ Union, Local 921 v. San Francisco Newspaper*  
*Agency*, 89 F.3d 629, 632 (9th Cir. 1996).

15 Since the decision in *Boys Markets*, there have been cases where reverse situations have  
16 arisen. *Id.* In a “reverse *Boys Markets*” case, an employer makes changes in areas which are  
17 subject to the grievance-arbitration procedure, and the union seeks to enjoin the employer from  
18 making the changes until the grievance is resolved through arbitration. *Id.*; *see also Niagra*  
19 *Hooker Emps. Union v. Occidental Chem Corp.*, 935 F.2d 1370, 1377 (2d Cir. 1991) (discussing  
20 a “reverse *Boys Markets*” injunction as an injunction against an employer to maintain the status  
21 quo in aid of arbitration by prohibit the employer from acting during the pendency of an  
22 arbitration). A union’s ability to enjoin an employer from acting during the pendency of an  
23 arbitration is not absolute. Rather, a union may obtain a reverse *Boys Markets* injunction only  
24 when the circumstances are so extreme as to require the injunction in order to avoid rendering the  
25 arbitration process “meaningless.” The Ninth Circuit further explained the “frustration of  
26 arbitration” standard in *Newspaper & Periodical Drivers’*:

27 The arbitration process is rendered meaningless only if any arbitral award in favor  
28 of the union would substantially fail to undo the harm occasioned by the lack of a  
status quo injunction. . . . The arbitral process is not rendered “meaningless,”



1 Signature to go above and beyond what the public health experts have currently determined is  
2 appropriate for the hospitality industry. This would constitute a radical change in the “status quo”  
3 pending arbitration.<sup>7</sup>

4 The U.S. District Court for the Southern District of New York recently considered claims  
5 similar to the Union’s claims here. There, the New York State Nurses Association filed an action  
6 much like the Complaint and demanded that a hospital take affirmative health and safety steps  
7 while the Nurses Association’s grievance was pending. *See N.Y. State Nurses Ass'n v. Montefiore*  
8 *Med. Ctr.*, 2020 U.S. Dist. LEXIS 77659, \*6-8 (S.D.N.Y. May 1, 2020). The Court dismissed the  
9 association’s complaint pursuant to the NLA. As it explained:

10 ...it lacks subject-matter jurisdiction to grant NYSNA the injunction it seeks. Put  
11 simply, [the] ... **NYSNA does not seek to preserve the status quo. Instead, it**  
12 **“seeks to create a new status quo that gives the Union everything (and more)**  
13 **it requests in the grievance.”** **Indeed, “Montefiore (not NYSNA) would need**  
14 **to pursue the arbitration to reverse the changes the Court had ordered.”** *Id.*  
15 Such relief would not be “would not be in ‘aid’ of arbitration but . . . would be in  
16 lieu of it.” **Accordingly, granting it would turn the purpose of a reverse *Boys***  
17 ***Markets* injunction — to protect the integrity of the arbitral process — on its**  
18 **head.** And it would “unduly interfere” with the hospital’s “ability to make business  
19 decisions” at a time when the judicial interference could be particularly  
20 problematic. The tragic fact that, between now and the conclusion of the  
21 arbitration proceedings, nurses at Montefiore may well (indeed, are likely to)  
22 contract COVID-19 does not alter that conclusion. First, as the *Niagara Court*  
23 held, the arbitral process “is not rendered meaningless by the inability of an  
24 arbitrator to completely restore the status quo ante or by the existence of some  
25 interim damage that is irremediable.” Second, on the existing record — that is,  
26 given the measures that Montefiore has been taking, under extraordinary  
27 circumstances, to protect its staff and provide patient care — the Court cannot say  
28 that the likelihood of infection (let alone death) in the absence of an injunction is  
so great as to render the arbitral process meaningless. That is not to say that  
Montefiore cannot or should not do more to protect its nurses than it is; it is merely  
to say that, under the parties' collective bargaining agreement, that is an issue for  
the arbitrator, not this Court, to decide.

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24 <sup>7</sup> Even if this Court were to accept the Union’s tortuous reasoning that the Defendants’  
25 implementation of health and safety protocols is an “unreasonable” alteration of the “status quo”  
26 (which would require the assumption that the “status quo” was a workplace with no such protocols in  
27 place), the Ninth Circuit explained that an employer’s alteration of the status quo typically does not  
28 rise to the level to warrant an exception to the anti-injunctive prohibition of the NLA: “[A] strike  
pending arbitration generally will frustrate and interfere with the arbitral process while the employer’s  
altering the status quo generally will not.” *Newspaper & Periodical Drivers*, 89 F.3d at 634 (citing  
*Amalgamated Transit Union v. Greyhound Lines, Inc.*, 550 F.2d 1237, 1238-39 (9th Cir. 1977)  
 (“*Greyhound II*”).

1 *Id.* (emphasis added and citations omitted). Even under the most compelling circumstances,  
2 involving front line health care workers in one of the largest COVID-19 epicenters nationally, an  
3 affirmative, status-quo altering injunction cannot be imposed.

4 2. *The Union's Request for Injunctive Relief Improperly Circumvents*  
5 *the Arbitral Process in Order to Seek Ultimate Relief from the*  
6 *Court.*

7 The Union's request for injunctive relief is nothing more than a transparent attempt to  
8 usurp the role of the arbitrator. The parties have agreed to arbitrate the underlying grievances on  
9 July 21-24, 2020, less than a month after the Union filed its Complaint.<sup>8</sup> The issues in the  
10 grievances overlap entirely with those presented in the Union's Complaint. *Compare* Ex. 4-5 with  
11 ECF No. 1. The Union's continued maintenance of its claim for injunctive relief is contrary to the  
12 express purpose underlying the reverse *Boys Markets* doctrine. *N.Y. State Nurses Ass'n*, 2020  
13 U.S. Dist. LEXIS 77659 at \*6-8. The Union's request for injunctive relief seeks to bypass the  
14 arbitrator entirely for an award of the ultimate relief requested from the Court. This is clearly  
15 illustrated by the possibility that the arbitrator and the Court could issue inconsistent decisions,  
16 both of which would be binding on the parties. This nonsensical result emphasizes the  
17 dissimilarities between the Union's request here and the type of requests where pre-arbitral  
18 intervention is warranted; for instance, to prevent a potentially unlawful labor strike or enjoin the  
19 sale of a business.

20 Under the undisputed terms of the applicable collective bargaining agreements, the  
21 arbitrator has the exclusive responsibility for determining whether a violation of those agreements  
22 occurred, and, if such a violation occurred, what the remedy should be. The Union now attempts  
23 to have the Court step into the shoes of the arbitrator and jump straight to the award of a remedy.  
24 This result would clearly stand "the integrity of the arbitral process [] on its head." *Id.*

25 \_\_\_\_\_  
26 <sup>8</sup> Notably, the Union did not file an application for a temporary restraining order in conjunction with  
27 its Complaint or soon thereafter despite the allegations of exigent circumstances therein.  
28 Accordingly, the parties will have arbitrated this matter before the Court is fully briefed and able to  
rule on Defendants' pending motions, and months before the Court would decide the matter on the  
merits (should the Complaint survive dismissal). This further illustrates the frivolity and impropriety  
of the Union's attempt to involve the Court in a labor dispute as a first resort.





1 union's request for injunction against company where the injuries alleged to be irreparable were  
2 speculative and unsupported by evidence).

3 Plaintiff must demonstrate that it will suffer an actual, imminent harm if the injunction is  
4 denied. "This is not the same as analyzing whether employees risk exposure if they continue to  
5 work, and, unfortunately, no one can guarantee health for workers—or even the general public—  
6 in the middle of this global pandemic." *Smithfield Foods*, 2020 U.S. Dist. LEXIS 78793, at \*28.  
7 But given the significant measures Defendants are taking to protect their workers from COVID-  
8 19, Plaintiff can do nothing more than speculate that the spread of COVID-19 at Defendants'  
9 properties is inevitable or that Defendants will be unable to contain it if it occurs. *Id.* Thus,  
10 Plaintiff has not established an immediate threat of irreparable harm.

11 **D. The Union Cannot State a Claim for Injunctive Relief Because It, As a Matter of**  
12 **Law, Cannot Establish a Likelihood of Success on the Merits**

13 In order to state a valid claim for injunctive relief, Plaintiff must show that it is *likely* to  
14 suffer irreparable harm if an injunction does not issue. *Wells Fargo & Co. v. ABD Ins. & Fin.*  
15 *Servs., Inc.*, 758 F.3d 1069, 1071 (9th Cir. 2014) (citing *Winter*, 555 U.S. at 20). As Plaintiff  
16 points out, employees and guests are required to wear masks when working or otherwise  
17 patronizing Defendants' businesses. As a result, the risk of exposure to and transmission of  
18 COVID-19 is substantially reduced. Indeed, a recent study backed by the World Health  
19 Organization found that the use of face masks reduced the chance of infection or transmission to  
20 just 3% compared with 17% without a mask, a reduction of more than 80%. CHU, D., ET AL.,  
21 *Physical distancing, face masks, and eye protection to prevent person-to-person transmission of*  
22 *SARS-CoV-2 and COVID-19: a systematic review and meta-analysis*, THE LANCET, Vol. 395, Iss.  
23 10242, pp. 1973-1987 (June 1, 2020) (accessible at [https://doi.org/10.1016/S0140-](https://doi.org/10.1016/S0140-6736(20)31142-9)  
24 [6736\(20\)31142-9](https://doi.org/10.1016/S0140-6736(20)31142-9)); see Rettner, Rachael, *Face masks may reduce COVID-19 spread by 85%,*  
25 *WHO-backed study suggests*, LIVE SCIENCE, June 1, 2020 (accessible at  
26 <https://www.livescience.com/face-masks-eye-protection-covid-19-prevention.html>). In addition,  
27 even where masks are not worn, when people maintained at least 3 feet of social distance the  
28 chances of infection or transmission is about 3%, compared with 13% when people kept a

1 distance of less than that. *Id.* The study also found that the risk of infection or transmission was  
2 reduced by half for every extra 3 feet of distance (up to 10 feet). *Id.*

3 Next, Plaintiff alleges that coronavirus can live on various surfaces sometimes for days.  
4 However, there is no scientific consensus that infection is possible merely because the virus is  
5 present on a surface. As Frank Espers, M.D., an infectious disease expert with the Cleveland  
6 Clinic, stated “just because the virus is detectable on a surface doesn’t necessarily mean that  
7 there’s enough there to make someone sick. Scientists are still working to figure out what the  
8 infectious dose requirement is to actually cause an infection.” *How Long Will Coronavirus*  
9 *Survive on Surfaces?*, Cleveland Clinic, April 24, 2020 (accessible at  
10 <https://health.clevelandclinic.org/how-long-will-coronavirus-survive-on-surfaces/>). Similarly,  
11 Peter Chin-Hong, M.D., an infectious disease expert with the University of California, San  
12 Francisco, School of Medicine recently stated that “[t]here’s little evidence that fomites  
13 (contaminated surfaces) are a major source of transmission, whereas there is a lot of evidence of  
14 transmission through inhaled droplets.” Bai, Nina, *Still Confused About Masks? Here’s the*  
15 *Science Behind How Face Masks Prevent Coronavirus*, UCSF, June 26, 2020 (accessible at  
16 [https://www.ucsf.edu/news/2020/06/417906/still-confused-about-masks-heres-science-behind-](https://www.ucsf.edu/news/2020/06/417906/still-confused-about-masks-heres-science-behind-how-face-masks-prevent)  
17 [how-face-masks-prevent](https://www.ucsf.edu/news/2020/06/417906/still-confused-about-masks-heres-science-behind-how-face-masks-prevent)).

18 Here, Plaintiff has shown, at best, a *possibility* that they will experience irreparable harm.  
19 The Supreme Court has stated that the mere “possibility” of harm is insufficient to warrant issuing  
20 an injunction. *Winter*, 555 U.S. at 20 (rejecting the Ninth Circuit’s earlier rule that the mere  
21 “possibility” of irreparable harm, as opposed to its likelihood, was sufficient, in some  
22 circumstances, to justify a preliminary injunction). While Defendants recognize the uncertainty  
23 and fear that surrounds the COVID-19 pandemic, Defendants’ current protocols (including  
24 mandatory masks for employees and guests), have evolved as scientists and experts have learned  
25 more about the novel virus and given guidance based on the best available evidence to reduce risk  
26 of transmission and infection to employees and the public. Plaintiff “must do more than allege  
27 imminent harm sufficient to establish standing”; indeed, Plaintiff must “demonstrate *immediate*  
28

1 threatened injury as a prerequisite to preliminary injunctive relief.” *Caribbean Marine Servs. Co.*,  
2 844 F.2d at 674.

3 **E. The Union Cannot State a Claim for Injunctive Relief Because the Balance of**  
4 **Equities and Public Interest Weighs in Bellagio’s and Signature’s Favor**

5 Plaintiff must show that the balance of the equities tips heavily in its direction. *Prof’l*  
6 *Beauty Fed’n. of Cal. v. Newsom*, No. 2:20-cv-04275-RGK-AS, 2020 U.S. Dist. LEXIS 102019,  
7 at \*24-25 (C.D. Cal. June 8, 2020). Plaintiff’s Complaint does not satisfy this standard. Governor  
8 Sisolak has issued appropriate orders to preserve the public health in response to the COVID-19  
9 pandemic including allowing businesses to reopen under certain conditions. Enjoining Defendants  
10 from operating in compliance with the Governor’s orders undermines those efforts and would  
11 disrupt the balance of powers established by our federal system. *See S. Bay United Pentecostal*  
12 *Church v. Newsom*, No. 19A1044, 2020 U.S. LEXIS 3041, 2020 WL 2813056 (May 29, 2020)  
13 (Roberts, C.J., concurring) (state officials’ decisions in response to this public health crisis  
14 “should not be subject to second-guessing by an ‘unelected federal judiciary,’ which lacks the  
15 background, competence, and expertise to assess public health and is not accountable to the  
16 people.”). On this record, Plaintiff has not met its burden to show that the hardships it suffers  
17 *definitively* outweigh the risk of interfering in the State’s process for reopening. *Slidewaters LLC*  
18 *v. Wash. Dep’t of Labor & Indus.*, No. 2:20-CV-0210-TOR, 2020 U.S. Dist. LEXIS 103350, at  
19 \*16 (E.D. Wash. June 12, 2020).

20 **F. Plaintiff’s Complaint Fails to State a Claim of Nuisance Under Nevada Law**

21 At the outset, Plaintiff’s Complaint fails to state a claim for nuisance under NRS 40.140.  
22 NRS 40.140(1)(a) defines “nuisance” as “[a]nything which is injurious to health, or indecent and  
23 offensive to the senses, or an obstruction to the free use of property, so as to interfere with the  
24 comfortable enjoyment of life or property.” The Nevada Supreme Court has made it clear that  
25 viable claims for private nuisance are limited “to substantial interferences with the use and  
26 enjoyment *of real property*.” *Edwards v. Emperor’s Garden Rest.*, 122 Nev. 317, 330, 130 P.3d  
27 1280, 1288 (2006) (emphasis added); *see Coughlin v. Tailhook Ass’n*, 818 F. Supp. 1366, 1372  
28 (D. Nev. 1993) (NRS 40.140 is a civil cause of action for private nuisance “concerning real  
property.”).

1 Here, Plaintiff does not claim a substantial interference with its real property. Rather,  
2 Plaintiff alleges that Defendants' conduct has increased the risk to Defendants' employees of  
3 being exposed to COVID-19 and as such, has "wrongfully and unduly interfered with Plaintiffs'  
4 (sic) comfortable enjoyment of their lives." ECF No. 1, ¶ 94. Even if these allegations were true  
5 (which they are not), they do not support a cognizable claim for private nuisance because Plaintiff  
6 has not alleged that it or its members have property rights or other legally protected interests in  
7 Defendants' respective real property upon which Plaintiff's members are employed. *See* RESTAT  
8 2D OF TORTS, § 821E (stating that "liability for private nuisance exists only for the protection of  
9 persons having "property rights and privileges," [and] does not comprehend [] rights of a purely  
10 contractual nature that are only effective against particular persons."); *Roeder v. Atl. Richfield*  
11 *Co.*, No. 3:11-cv-00105-RCJ-RAM, 2011 U.S. Dist. LEXIS 101870, at \*16 (D. Nev. Aug. 30,  
12 2011) (noting the Restatement (Second) is approved by the Nevada Supreme Court).

13 Further, to the extent Plaintiff is attempting to set forth a public nuisance claim, Plaintiff  
14 cannot prevail. "In Nevada, 'there is no private right of action for a public nuisance.'" *Prescott v.*  
15 *Slide Fire Sols., LP*, 410 F. Supp. 3d 1123, 1144 (D. Nev. 2019); *Diamond X Ranch LLC v.*  
16 *Atlantic Richfield Co.*, No. 3:13-cv-00570-MMD-WGC, 2017 U.S. Dist. LEXIS 160845, 2017  
17 WL 4349223, at \*11 (D. Nev. Sept. 29, 2017); *Coughlin v. Tailhook Ass'n, Inc.*, 818 F. Supp.  
18 1366, 1371-72 (D. Nev. 1993), *aff'd by Coughlin v. Tailhook Ass'n*, 112 F.3d 1052 (9th Cir.  
19 1997). Accordingly, Plaintiff's Complaint fails to state a claim for nuisance under Nevada law.

20 **G. Bellagio and Signature Should be Awarded Their Attorney's Fees and Costs**

21 This lawsuit is a transparent attempt to circumvent the arbitration process, generate  
22 publicity, and create an appearance that Defendants have been cavalier. There is no reason to  
23 reiterate the facts set forth above. The Union's allegations simply are not true, and with respect to  
24 the merits of the lawsuit, it is not supported by the law. It clearly would require the Court to  
25 violate the NLA. There is not a colorable explanation that would allow the Court to sustain the  
26 Union's demands without circumventing the limitations imposed by the NLA. The relief sought  
27 would render arbitration meaningless. The Union has refused Defendants' repeated attempts to  
28 engage it in the formal and informal dispute resolution procedures set forth in the collective

1 bargaining agreement. And perhaps most startlingly, the Union has not made any meaningful  
2 settlement efforts required by the NLA, pre or post Complaint. Indeed, as noted above, the  
3 Defendants learned of the Union’s concern via a press release.

4 To summarize, the Union made no effort to serve Defendants nor did it seek expedited  
5 relief as indicated in the Complaint. It has violated its evidence disclosure obligations under the  
6 CBAs and the NLRA. And it ignored repeated attempts to scheduled Boards of Adjustment. Had  
7 Plaintiff acted in good faith by complying with the terms of the collective bargaining agreement,  
8 or at least expressing a plausible legal basis for its refusal, Defendants would not have to incur the  
9 needless time and expense related to this Motion to Dismiss.

10 When a party acts in bad faith or in a vexatious, wanton or oppressive manner, this Court  
11 has the authority to assess attorney’s fees pursuant to 28 U.S.C. § 1927 and through its own  
12 inherent power. *See Schutts v. Bentley Nevada Corp.*, 966 F. Supp. 1549, 1558-61 (D. Nev. 1997)  
13 (internal citation omitted); *Hubbard v. Yardage Town, Inc.*, 2005 WL 3388146, at \*10 (S.D. Cal.  
14 Dec. 2, 2005). A frivolous or bad faith attempt to circumvent arbitration – which is exactly what  
15 has occurred here – is considered sanctionable conduct. *See United Food & Commercial Workers*  
16 *Union, Locals 197 v. Alpha Beta Co.*, 736 F.2d 1371, 1381 (9th Cir. 1984) (“[T]he award of fees  
17 is appropriate when a party frivolously or in bad faith refuses to submit a dispute to arbitration or  
18 appeals from an order compelling arbitration.”); *Road Sprinkler Fitters Local Union No. 669 v.*  
19 *Cosco Fire Protection, Inc.*, 363 F.Supp.2d 1220, 1226 (C.D. Cal. 2005) (deciding attorney’s fees  
20 are warranted when a party frivolously or in bad faith refused to submit a dispute to arbitration).<sup>9</sup>

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28 <sup>9</sup> Defendants will submit all necessary bills and fee related information as required by FCRP 54 and L.R. 54-14 when briefing on this Motion is complete.

1 **IV. CONCLUSION**

2 For each and all of the reasons stated above, Bellagio and Signature respectfully request  
3 that the Court grant their Motion to Dismiss and award Bellagio and Signature their reasonable  
4 attorneys' fees and costs incurred in connection with the same.

5 DATED this 7th day of July, 2020.

6 JACKSON LEWIS P.C.

7 */s/ Paul T. Trimmer* \_\_\_\_\_

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