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formerly Archer Western Contractors, Ltd.	
and Travelers Casualty and Surety Company of America	
	ACTRICT COLLET
UNITED STATES DISTRICT COURT  DISTRICT OF NEWADA	
DISTRICT OF NEVADA	
UNITED STATES OF AMERICA, for the Use and Benefit of GALLAGHER-KAISER Corp.,	CASE NO. 2:15-CV-02150—RFB-PAL
Plaintiff,	
vs.	PARTIES' JOINT REPORT REGARDING STATUS OF CASE AND PROPOSED
ARCHER WESTERN CONTRACTORS,	ORDER ORDER
CONTRACTORS, LLC; TRAVELERS	
AMERICA,	
Defendants.	
ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS,	
<b>O</b>	
Counterclaim-claimants	
vs. UNITED STATES OF AMERICA, for the Use	
	BRAD C. FRIEND, ESQ. Admitted Pro Hac Vice Virginia Bar No. 65462 JONATHAN J. STRAW, ESQ. Admitted Pro Hac Vice Virginia Bar No. 80980 KRAFTSON CAUDLE 1600 Tysons Boulevard, Suite 250 McLean, Virginia 22102 Telephone: (703) 873-5500 Facsimile: (703) 873-5519 Email: lcaudle@kraftsoncaudle.com

1 and

ARCH INSURANCE COMPANY, d/b/a ARCH INSURANCE GROUP, INC.,

Counterclaim-defendants.

Gallagher-Kaiser Corp. ("G-K"), Archer Western Contractors, Ltd., formerly Archer Western Contractors, LLC ("Archer Western"), Travelers Casualty and Surety Company of America, and Arch Insurance Company (collectively "Parties") jointly submit this Status Report in accordance with this Honorable Court's January 27, 2016 Order.

Upon the consent of the Parties, this Court's January 27, 2016 Order limited discovery to whether specific claims or portions of claims asserted in this litigation by the Plaintiff are claims which are or may be governed by Section 11.3 of the subcontract agreement executed between G-K and Archer Western. Pursuant to the Court's Order, requirements under Rule 26(a) and (f), and other discovery matters were deferred in this litigation until after April 30, 2016.

This Court's January 27, 2016 Order also required that, on or before April 16, 2016, the Parties report to the Court on the status of discovery and their efforts to reach a joint agreement on Plaintiff's claims that are not governed by Section 11.3 of G-K's and Archer Western's subcontract. The Parties hereby file this Joint Report in accordance with the Court's Order, and state as follows:

1. G-K and Archer Western have exchanged documents in preparation of their mediation with the FAA regarding the Project at issue in this litigation. Archer Western has also tendered to G-K documents it has acquired from the FAA. Based upon the exchange of documents, G-K and Archer Western are continuing to review and evaluate the information and documents produced to determine the extent of further discovery. The mediation is scheduled for five (5) days, starting May 9, 2016 and concluding May 13, 2016, and G-K and Archer Western are diligently preparing for the mediation. Although G-K and Archer Western have not reached an agreement on whether Plaintiff's claims are governed by Section 11.3 of their subcontract agreement, it is the Parties' hope that their disputes with the FAA and the disputes in the case can be resolved at the mediation.

2. In light of the upcoming mediation, the Parties request that the Court enter an Order extending the current deferment of discovery in this case under the same terms of the existing Order until June 15, 2016, and set a deadline of May 31, 2016, for the Parties to file a Joint Report on the status of the case and the outcome of the mediation. This would allow the Parties time to complete the mediation, attempt to resolve the disputes, and report back to the Court on whether their efforts were successful prior to complying with their requirements under Rule 26. The Parties' Proposed Order is attached hereto.

DATED this 15<sup>th</sup> day of April, 2016.

PEEL BRIMLEY LLP

## **KRAFTSON CAUDLE**

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## AND

THE FAUX LAW GROUP

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LLC and Travelers Casualty and Surety
Company of America

## **CERTIFICATE OF SERVICE** The undersigned hereby certifies that on the 15<sup>th</sup> day of April, 2016, a copy of the foregoing document, PARTIES' JOINT REPORT REGARDING STATUS OF CASE AND PROPOSED ORDER, was served via electronic service (CMF/Pacer) as follows: Steven D. Meacham, Esquire Jefferson W. Boswell, Esquire PEEL BRIMLEY LLP 3333 East Serene Avenue, Suite 200 Henderson, Nevada 89074-6571 Attorneys for Gallagher-Kaiser Corp. and Arch Insurance Company /s/ Brad C. Friend

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10	Attorneys for Archer Western Contractors, LLC	
11	formerly Archer Western Contractors, Ltd. and Travelers Casualty and Surety Company	
12	of America	
13	UNITED STATES DISTRICT COURT	
14	DISTRICT OF NEVADA	
15	UNITED STATES OF AMERICA, for the Use	CASE NO. 2:15-CV-02150—RFB-PAL
15 16	UNITED STATES OF AMERICA, for the Use and Benefit of GALLAGHER-KAISER Corp.,	CASE NO. 2:15-CV-02150—RFB-PAL
	and Benefit of GALLAGHER-KAISER	CASE NO. 2:15-CV-02150—RFB-PAL
16	and Benefit of GALLAGHER-KAISER Corp.,	CASE NO. 2:15-CV-02150—RFB-PAL  [PROPOSED] ORDER
16 17	and Benefit of GALLAGHER-KAISER Corp.,  Plaintiff,  vs.  ARCHER WESTERN CONTRACTORS,	
16 17 18	and Benefit of GALLAGHER-KAISER Corp.,  Plaintiff,  vs.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS, LLC; TRAVELERS	
16 17 18 19	and Benefit of GALLAGHER-KAISER Corp.,  Plaintiff,  vs.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN	
16 17 18 19 20	and Benefit of GALLAGHER-KAISER Corp.,  Plaintiff,  vs.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS, LLC; TRAVELERS CASUALTY AND SURETY COMPANY OF	
16 17 18 19 20 21	and Benefit of GALLAGHER-KAISER Corp.,  Plaintiff,  vs.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS, LLC; TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA,  Defendants.  ARCHER WESTERN CONTRACTORS, LTD.	
16 17 18 19 20 21 22	and Benefit of GALLAGHER-KAISER Corp.,  Plaintiff,  vs.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS, LLC; TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA,  Defendants.	
16 17 18 19 20 21 22 23	and Benefit of GALLAGHER-KAISER Corp.,  Plaintiff,  vs.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS, LLC; TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA,  Defendants.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS,	
16 17 18 19 20 21 22 23 24	and Benefit of GALLAGHER-KAISER Corp.,  Plaintiff,  vs.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS, LLC; TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA,  Defendants.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS, LLC,	
16 17 18 19 20 21 22 23 24 25	and Benefit of GALLAGHER-KAISER Corp.,  Plaintiff,  vs.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS, LLC; TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA,  Defendants.  ARCHER WESTERN CONTRACTORS, LTD. a/k/a ARCHER WESTERN CONTRACTORS, LLC,  Counterclaim-claimants	

and

ARCH INSURANCE COMPANY, d/b/a ARCH INSURANCE GROUP, INC.,

Counterclaim-defendants.

On January 27, 2016, this Court entered an Order limiting discovery to whether specific claims or portions of claims asserted in this litigation by the Plaintiff are claims which are or may be governed by Section 11.3 of the subcontract agreement executed between Gallagher-Kaiser Corp. ("G-K") and Archer Western Contractors, Ltd., formerly Archer Western Contractors, LLC ("Archer Western"). Pursuant to the Court's January 27, 2016 Order, requirements under Rule 26(a) and (f), and other discovery matters were deferred in this litigation until after April 30, 2016. On April 15, 2016, the Parties in this litigation jointly filed a Status Report advising the Court that mediation between the FAA and the Parties is scheduled for May 9-13, 2016. Upon the consent of the Parties, it is HEREBY STIPULATED AND AGREED as follows:

- 1. Until June 15, 2016, the Parties shall limit their activities in this matter to discovery pursuant to Rules 33, 34 and 36 on matters germane to whether specific claims or portions of claims asserted in this litigation by the Plaintiff are claims which are or may be governed by Section 11.3 of the subcontract agreement executed on or about April 27, 2011.
- 2. By participating in the limited discovery as set forth in Paragraph (1), neither party shall be deemed to have waived any rights, privileges, or defenses as to whether the claims or portions of claims subject to the limited discovery are governed by Section 11.3 of the subcontract agreement.
- 3. Except for the limited discovery set forth in Paragraph (1), Rule 26 shall govern all discovery with the requirements of paragraphs (a) and (f) being deferred until after June 15, 2016.
- 4. On or before June 1, 2016, the Parties shall report to the Court on the status of the mediation, their discovery, and their efforts to reach a joint agreement on Plaintiff's claims that are not governed by Section 11.3 and thus are the proper subject of this litigation.

DATED this 15<sup>th</sup> day of April, 2016.

1	PEEL BRIMLEY LLP	KRAFTSON CAUDLE
2		RRAPTSON CAUDLE
3		/s/ Larry W. Caudle, Jr.
	STEVEN D. MEACHAM, ESQ.	LARRY W. CAUDLE, JR., ESQ. Admitted Pro Hac Vice
4	JEFFERSON W. BOSWELL, ESQ.	Virginia Bar. No. 36769 BRAD C. FRIEND, ESQ.
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8		McLean, Virginia 22102 Attorneys for Archer Western Contractors,
9	·	LLC and Travelers Casualty and Surety Company of America
10		AND
11		THE FAUX LAW GROUP
12		
13	·	/s/ Kurt C. Faux
14		KURT C. FAUX, ESQ. Nevada Bar No. 003407
15		WILLIE H. SIEPMANN, ESQ. Nevada Bar No. 002478
16		JORDAN F. FAUX, ESQ. Nevada Bar No. 012205
17		1540 W. Warm Springs Road, Suite 100 Henderson, Nevada 89014
18		Attorneys for Archer Western Contractors, LLC and Travelers Casualty and Surety
19		Company of America
20	<u>ORDER</u>	
21	IT IS HEREBY ORDERED.	
22		Jugan a. Feen
23		United States District Court Magistrate Judge
24		Dated: April 20, 2016
25		
26		
27		
28		