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UNITED STATES DISTRICT COURT DISTRICT OF NEVADA

EB Holdings II, Inc., and QXH II, Inc.,

5 Plaintiffs
v.
6 Illinois National Insurance Company, et al.,

Defendants

Case No. 2:20-cv-02248-JAD-NJK

Order Regarding Case Scheduling on Remand

ECF Nos. 237, 237, 239

10 Nearly two years ago, United States District Judge James C. Mahan granted 11 summary judgment in this insurance-coverage suit in favor of the insurers based on the 12 affirmative defense of material misrepresentation.¹ On appeal, the Ninth Circuit panel 13 reversed, finding that Texas law—not Nevada law—should have been applied and that its 14 application leaves genuine issues of fact that preclude summary judgment on that 15 defense. Although the insurers offered alternative grounds for "why the panel should 16 affirm the district court's grant of summary judgment," the panel "decline[d] to reach these arguments in the first instance" and remanded "to the district court so it may 17 18 evaluate in the first instance" these "other issues."² 19 20 21 ¹ ECF No. 212. ² ECF No. 232 at 24. 22

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Since that remand last summer, little has happened. Fearing that they might lose a
 key witness before this case has a chance to get to trial, the plaintiffs filed a motion
 asking for an expedited trial setting.³ The insurers oppose the request, pointing out that
 the issues that the Ninth Circuit panel sent back to this court are still unresolved, and
 setting this case for trial would put the cart before the horse.⁴ Then last week, Judge
 Mahan recused himself from this case and it was reassigned to me.⁵

7 The plaintiffs' motion for a scheduling order and to expedite trial was filed under 8 seal⁶ because it contains sensitive medical information about key fact witness and QXH principal Howard Meyers.⁷ A redacted version of that motion was filed publicly.⁸ 9 Plaintiffs ask this court to maintain the seal on the full version of the filing.⁹ Unless a 10particular court record is one "traditionally kept secret," there is a "strong presumption in 11 favor of access" to the record.¹⁰ Parties seeking to seal a judicial record must overcome 12 this presumption by "articulat[ing] compelling reasons supported by specific factual 13 14 findings," that outweigh the traditional right of public access to each document they seek 15 16 17 ³ ECF Nos. 238, 239.

⁴ ECF No. 244.
⁵ ECF Nos. 257, 258.
⁶ ECF No. 238.
⁷ ECF No. 237.
⁸ ECF No. 239.
⁹ ECF No. 237.
¹⁰ Kamakana v. City & Cnty. of Honolulu, 447 F.3d 1172, 1178 (9th Cir. 2006).

to seal.¹¹ In general, compelling reasons for sealing exist when court records might
become a vehicle for improper purposes, such as "to gratify private spite, promote public
scandal, circulate libelous statements, or release trade secrets."¹² I find that the personal
nature of the information that the plaintiffs have redacted from the publicly filed version
of the motion provides a compelling reason to seal the full version, so I grant the motion
to seal it.

I deny the portion of the plaintiffs' motion seeking to expedite trial because I find
that a trial setting would be premature in light of the posture of this case. The Ninth
Circuit panel remanded this case with instructions for the district court to evaluate in the
first instance the alternative grounds that the insurers offered for affirming the grant of
summary judgment.¹³ That remains to be done.

But the insurers are wrong that there are "pending" motions for summary judgment that tee those issues up.¹⁴ There are no pending dispositive motions because the ones that Judge Mahan decided didn't get automatically reanimated on remand. And with many of the issues from those old motions having been addressed by the panel, it would be judicially inefficient for this court to attempt to carve out from those nearly three-year-old zombie motions the still-live points. New motions are a far better vehicle

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19 11 *Id*.

¹² Demaree v. Pederson, 887 F.3d 870, 884 (9th Cir. 2018) (quoting Kamakana, 447 F.3d at 1179).
¹³ ECF No. 232 at 24.
¹⁴ Id.

for framing what's left. So I give each of the defendants until March 14, 2025, to file a
 motion for summary judgment to address only the "alternative grounds" for granting
 summary judgment that the panel referenced in its opinion.¹⁵ Briefing on those motions
 will then proceed in accordance with Local Rule 7-2.

5 IT IS THEREFORE ORDERED that the motion to seal [ECF No. 237] is
6 GRANTED; the Clerk of Court is directed to MAINTAIN THE SEAL on ECF Nos.
7 238, 238-1, and 238-2.

8 IT IS FURTHER ORDERED that the motion for a scheduling order and to
9 expedite trial [ECF Nos. 238, 239] is GRANTED in part and DENIED in part: a trial
10 setting is premature, and each defendant has until March 14, 2025, to file a motion
11 for summary judgment addressing only the alternative grounds that the Ninth
12 Circuit panel referenced in its opinion. The parties are cautioned that this is not an
13 opportunity to relitigate any issue decided by the Ninth Circuit panel. If genuine issues
14 of fact remain for trial after the new summary-judgment motions are decided, I will set
15 the trial as expeditiously as possible.

U.S. District Judge Jennifer A. Dorsey January 29, 2025