

Amendment No. 133

Senate Amendment to Senate Bill No. 140

(BDR 2-558)

Proposed by: Senate Committee on Judiciary**Amends:** Summary: No Title: No Preamble: No Joint Sponsorship: No Digest: No

ASSEMBLY ACTION		Initial and Date		SENATE ACTION		Initial and Date																							
Adopted	<input type="checkbox"/>	Lost	<input type="checkbox"/>	_____	Adopted	<input type="checkbox"/>	Lost	<input type="checkbox"/>	_____	Concurred In	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____	Concurred In	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____	Receded	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____	Receded	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____
Concurred In	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____	Concurred In	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____	Receded	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____	Receded	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____										
Receded	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____	Receded	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____	Receded	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____	Receded	<input type="checkbox"/>	Not	<input type="checkbox"/>	_____										

EXPLANATION: Matter in (1) ***blue bold italics*** is new language in the original bill; (2) ***green bold italic underlining*** is new language proposed in this amendment; (3) ***red strikethrough*** is deleted language in the original bill; (4) ***purple double strikethrough*** is language proposed to be deleted in this amendment; (5) ***orange double underlining*** is deleted language in the original bill that is proposed to be retained in this amendment; and (6) ***green bold underlining*** is newly added transitory language.

NCA/BAW



Date: 4/9/2013

S.B. No. 140—Revises provisions relating to a lien for attorney's fees.

(BDR 2-558)

SENATE BILL NO. 140—SENATOR SEGERBLOM

FEBRUARY 18, 2013

Referred to Committee on Judiciary

SUMMARY—Revises provisions relating to a lien for attorney's fees.
(BDR 2-558)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: No.

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EXPLANATION – Matter in ***bolded italics*** is new; matter between brackets [~~omitted material~~] is material to be omitted.

AN ACT relating to civil practice; authorizing the attachment of a lien to client files and other property for attorney's fees under certain circumstances; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 Existing law provides for the creation, perfection and attachment of a lien for attorney's
2 fees. Such a lien, commonly known as a "charging lien," attaches to any verdict, judgment or
3 decree entered and to any money or property which is recovered on account of a suit or other
4 action for which an attorney rendered services on behalf of his or her client. (NRS 18.015)
5 Common law provides for the attachment of a lien to a client's files or other property left in
6 the possession of the attorney in the event of a dispute over attorney's fees. A fee dispute
7 underlying such a lien, commonly known as a "retaining lien," may only be resolved by a court if
8 the client requests that the court extinguish the lien or if the client consents to the court's
9 adjudication of the lien. (*Argentena Consol. Mining Co. v. Jolley Urga Wirth*
10 *Woodbury & Standish*, 125 Nev. 527 (2009)) This bill provides for the statutory creation,
11 perfection and attachment of such a "retaining lien" for attorney's fees. This bill also
12 supersedes Nevada common law by providing that the rights under such a lien may be
13 adjudicated by a court at the request of the attorney having the lien or any other party who has
14 been served with notice of the lien, rather than only by request of the client whose files have
15 been retained under the lien. Finally, this bill revises the provisions relating to the notice
requirements for perfecting a lien.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 **Section 1.** NRS 18.015 is hereby amended to read as follows:

2 18.015 1. An attorney at law shall have a lien ~~upon any~~ :

3 (a) ***Upon any*** claim, demand or cause of action, including any claim for
4 unliquidated damages, which has been placed in the attorney's hands by a client for
5 suit or collection, or upon which a suit or other action has been instituted. ~~The~~

6 (b) ***In any civil action, upon any file or other property properly left in the***
7 ***possession of the attorney by a client.***

1 2. A lien **pursuant to subsection 1** is for the amount of any fee which has
2 been agreed upon by the attorney and client. In the absence of an agreement, the
3 lien is for a reasonable fee for the services which the attorney has rendered for the
4 client. ~~on account of the suit, claim, demand or action.~~

5 ~~2.~~ 3. An attorney perfects ~~the~~ a lien **described in subsection 1** by serving
6 notice in writing, in person or by certified mail, return receipt requested, upon his
7 or her client and, **if applicable**, upon the party against whom the client has a cause
8 of action, claiming the lien and stating the ~~interest which the attorney has in any
9 cause of action.~~

10 ~~3.~~ The amount of the lien.

11 4. A lien pursuant to:

12 (a) Paragraph (a) of subsection 1 attaches to any verdict, judgment or decree
13 entered and to any money or property which is recovered on account of the suit or
14 other action ~~1~~; and

15 (b) Paragraph (b) of subsection 1 attaches to any file or other property
16 properly left in the possession of the attorney by his or her client, including,
17 without limitation, copies of the attorney's file if the original documents received
18 from the client have been returned to the client, and authorizes the attorney to
19 retain any such file or property until such time as an adjudication is made
20 pursuant to subsection ~~5~~ 6.

21 ↳ from the time of service of the notices required by this section.

22 ~~4.~~ 5. A lien pursuant to paragraph (b) of subsection 1 must not be
23 construed as inconsistent with the attorney's professional responsibilities to the
24 client.

25 6. On motion filed by an attorney having a lien under this section, the
26 attorney's client or any party who has been served with notice of the lien, the court
27 shall, after 5 days' notice to all interested parties, adjudicate the rights of the
28 attorney, client or other parties and enforce the lien.

29 ~~5.~~ 7. Collection of attorney's fees by a lien under this section may be
30 utilized with, after or independently of any other method of collection.

31 Sec. 2. The amendatory provisions of this act apply to any fee for the
32 services of an attorney incurred by a client for services rendered before, on or
33 after July 1, 2013.

34 Sec. 3. This act becomes effective on July 1, 2013.