

IN THE SUPREME COURT OF THE STATE OF NEVADA

SAN ANTONIO MANAGEMENT, LLC,
A NEVADA LIMITED LIABILITY
COMPANY; TRIPLE L.
MANAGEMENT, LLC, A NEVADA
LIMITED LIABILITY COMPANY;
VTLM TEXAS, LP, A TEXAS LIMITED
PARTNERSHIP; TOM LOZZI, AN
INDIVIDUAL; AND ROBERT LOZZI,
AN INDIVIDUAL,
Petitioners,

vs.

THE EIGHTH JUDICIAL DISTRICT
COURT OF THE STATE OF NEVADA,
IN AND FOR THE COUNTY OF
CLARK; AND THE HONORABLE
ELIZABETH GOFF GONZALEZ,
DISTRICT JUDGE,

Respondents,

and

VERANO LAND GROUP, LP, A
NEVADA LIMITED PARTNERSHIP,
Real Party in Interest.

No. 61140

FILED

FEB 05 2013

TRACIE K. LINDEMAN
CLERK OF SUPREME COURT
BY *H. Angers*
DEPUTY CLERK

ORDER DENYING PETITION

This is an original petition for a writ of mandamus or prohibition challenging a district court order denying a motion to dismiss based on a forum selection clause.

Petitioners San Antonio Management, LLC; Triple L. Management, LLC; VTLM Texas, LP; Tom Lozzi; and Robert Lozzi (collectively, petitioners) were involved in a master-planned real estate development project in San Antonio, Texas. Petitioners formed real party in interest Verano Land Group, LP in June 2007 to administer the project.

Verano's original partnership agreement included a Texas forum selection clause and a clause allowing for amendment by a supermajority. In late 2010, a supermajority of Verano's shares in interest removed San Antonio Management as the general manager, thereby removing petitioners from control of the limited partnership. Then, in September 2011, a supermajority of Verano's shares amended its forum selection from Texas to Nevada and subsequently converted Verano from a Texas limited partnership to a Nevada limited partnership.

Thereafter, Verano filed a complaint in a Nevada district court against petitioners alleging breach of contract, breach of fiduciary duties, and tortious interference, among other claims for relief. Petitioners filed a motion to dismiss, asserting that Texas was the proper forum for the action. The district court denied petitioners' motion, finding that the controlling forum selection clause was contained in the September 2011 amended partnership agreement.¹ This petition followed.

Petitioners contend that the district court erred in enforcing the Nevada forum selection clause contained in the September 2011 amended partnership agreement. They argue that the Nevada forum selection clause cannot apply to a general partner who was ousted before the forum was altered. Instead, petitioners claim that the Texas forum selection clause from the June 2007 partnership agreement governs the dispute.

¹The parties are familiar with the facts and we do not recount them further except as is necessary for our disposition.

We have recognized the freedom parties have in drafting partnership agreements that contain forum selection clauses when they are entered into freely and voluntarily. See Tuxedo International Inc. v. Rosenberg, 127 Nev. ___, ___, 251 P.3d 690, 697 (2011); Tandy Computer Leasing v. Terina's Pizza, Inc., 105 Nev. 841, 843, 784 P.2d 7, 8 (1989); see also The Bremen v. Zapata Off-Shore Co., 407 U.S. 1, 12 (1972) (“The threshold question is whether that court should have exercised its jurisdiction to do more than give effect to the legitimate expectations of the parties, manifested in their freely negotiated agreement, by specifically enforcing the forum clause.”). We will enforce agreements as written when the terms are “clear, unambiguous, and complete.” Ringle v. Bruton, 120 Nev. 82, 93, 86 P.3d 1032, 1039 (2004).

Here, the plain language of Verano’s partnership agreements indicates that petitioners accepted the potentiality for modifications to the forum selection clause when they accepted the June 2007 partnership agreement. See TradeComet.com LLC v. Google, Inc., 693 F. Supp. 2d 370, 375-76 (S.D.N.Y. 2010) (A party is contractually obligated to the amendments in a new agreement when it accepts the terms in an original agreement that calls for modification). Petitioners cannot subsequently complain as they elected to join a limited partnership that embraced a modification clause. See Day v. Sidley & Austin, 394 F. Supp. 986, 993

(D. D.C. 1975) (consent of an ousted partner is not required when a partnership agreement requires only majority consent). Therefore, we conclude that Nevada is the proper forum for this action.²

Having considered the petition, we conclude that extraordinary relief is not warranted and we

ORDER the petition DENIED.

Pickering, C.J.
Pickering

Hardesty, J.
Hardesty

Cherry, J.
Cherry

cc: Hon. Elizabeth Goff Gonzalez, District Judge
Hutchison & Steffen, LLC
Kemp, Jones & Coulthard, LLP
Sklar Williams LLP
Eighth District Court Clerk

²We conclude that all other arguments presented in this petition lack merit.