For the Northern District of California

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## UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF CALIFORNIA

CHARTIS SPECIALTY INSURANCE COMPANY, et al.,

No. C-13-1527 EMC

Plaintiffs,

v.

ORDER GRANTING PLAINTIFFS' REQUEST FOR LEAVE TO FILE A MOTION FOR RECONSIDERATION

UNITED STATES OF AMERICA,

Defendant.

(Docket No. 105)

Pending before the Court is Plaintiff Chartis Specialty Insurance Company's ("Chartis") request for leave to file a motion for reconsideration. Chartis' request is **GRANTED** and the proposed motion for reconsideration, located at docket number 105-1, will be filed.

The Court concludes that Plaintiff's reliance on the Ninth Circuit's recent decision in ASARCO, LLC v. Union Pacific R.R. Co., 765 F.3d 999 (9th Cir. 2014), as intervening authority is misplaced. ASARCO addressed a narrow question of first impression regarding the application of Rule 15's relation back doctrine: "Can an amended pleading relate back if it includes allegations that were expressly disclaimed in the original pleading?" Id. at 1005. Chartis' original complaint in this action did not expressly disclaim any claim or allegation later alleged in the First Amended Complaint. ASARCO did not break new ground in any way material to this case. Accordingly, Chartis has failed to meet the standard for reconsideration under N.D. Cal. Local Rule 7-9(b).

Despite the fact that Chartis' "motion is technically defective, the Court nonetheless has the inherent authority to revisit and modify any interlocutory orders at any time prior to final judgement." *Gong v. City of Alameda*, No. C03-5495 TEH, 2007 WL 1223693, at \*1 (N.D. Cal. Apr. 24, 2007). "A district court may reconsider and reverse a previous interlocutory decision for

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any reason it deems sufficient, even in the absence of new evidence or an intervening change in or clarification of controlling law." Abada v. Charles Schwab & Co., Inc., 127 F. Supp. 2d 1101, 1102 (S.D. Cal. 2000).

Chartis is correct that the Court in its prior order on the United States' motion to dismiss determined, sua sponte, that the statute of limitations for Chartis' subrogration claims should be based on the date of the filing of the First Amended Complaint. Accordingly, the Court did not have the benefit of briefing by the parties on whether the subrogration claims should relate back to the filing of the original complaint for purposes of the statute of limitations. Chartis' motion for reconsideration raises a substantial question as to whether its subrogation claim should be deemed to relate back to the filing of the original complaint.

The United States is **ORDERED** to file a response to Chartis' substantive arguments in favor of applying the relation back doctrine in these circumstances. This response shall not exceed seven pages and shall be filed by **Tuesday**, **December 9**, **2014** at **5:00pm**. Chartis may file a reply not to exceed three pages by Tuesday, December 16, 2014 at 5:00pm.

This order disposes of docket number 105.

IT IS SO ORDERED.

Dated: December 2, 2014

D M. CHEN United States District Judge