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BACKGROUND

According to the complaint, the Sullinses are the sole shareholders of Don-Sul. Don-Sul owns an equipment rental business and the real property on which it is located in Livermore, California. Exxon Mobil's predecessor, Mobil Oil Company, previously owned the property and operated a service station on it. Plaintiffs allege that, during the period of Mobil Oil's ownership, harmful chemicals leaked from underground storage tanks and contaminated the soil on the property.

According to Plaintiffs, the California Water Resources Control Board, the County of Alameda and the City of Livermore have determined that Don-Sul and Exxon Mobil are "responsible parties" for the contamination. Plaintiffs allege that, although they have taken steps toward remediating the contamination, Defendant has denied any responsibility for the contamination and has refused to contribute to the cost of remediation.

Plaintiffs assert eight claims against Defendant: 1) violation of California's Porter-Cologne Act; 2) violation of the federal Resource Conservation and Recovery Act (RCRA); 3) negligence; 4) nuisance; 5) intentional misrepresentation; 6) negligent misrepresentation; 7) contribution; and 8) indemnity.

LEGAL STANDARD

A complaint must contain a "short and plain statement of the claim showing that the pleader is entitled to relief." Fed. R. Civ. P. 8(a). On a motion under Rule 12(b)(6) for failure to state a claim, dismissal is appropriate only when the complaint does not give the defendant fair notice of a legally cognizable claim and

1 the grounds on which it rests. See Bell Atl. Corp. v. Twombly,  
2 550 U.S. 544, 555 (2007).

3 In considering whether the complaint is sufficient to state a  
4 claim, the court will take all material allegations as true and  
5 construe them in the light most favorable to the plaintiff. NL  
6 Indus., Inc. v. Kaplan, 792 F.2d 896, 898 (9th Cir. 1986). When  
7 granting a motion to dismiss, the court is generally required to  
8 grant the plaintiff leave to amend, even if no request to amend the  
9 pleading was made, unless amendment would be futile. Cook, Perkiss  
10 & Liehe, Inc. v. N. Cal. Collection Serv. Inc., 911 F.2d 242, 246-  
11 47 (9th Cir. 1990).

12 DISCUSSION

13 I. Porter-Cologne Act Claim

14 "California's Porter-Cologne Act establishes a statewide  
15 program for water quality control. Nine regional boards, overseen  
16 by the State Board, administer the program in their respective  
17 regions." City of Rancho Cucamonga v. Regional Water Quality  
18 Control Bd., 135 Cal. App. 4th 1377, 1381 (2006). Although the  
19 complaint does not specify under which portion of the Porter-  
20 Cologne Act Plaintiffs seek to hold Defendant liable, Plaintiffs'  
21 opposition to the present motion relies on § 13350(i) of the  
22 California Water Code, which provides:

23 Any person who incurs any liability established under  
24 this section shall be entitled to contribution for that  
25 liability from any third party, in an action in the  
26 superior court and upon proof that the discharge was  
27 caused in whole or in part by an act or omission of the  
28 third party, to the extent that the discharge is caused  
by the act or omission of the third party, in accordance  
with the principles of comparative fault.

1 Defendant argues that Plaintiffs cannot prevail on their  
2 Porter-Cologne Act claim because the complaint does not specify  
3 that Plaintiffs have incurred "liability established under this  
4 section." In response, Plaintiffs note that the complaint alleges  
5 "both the existence of cleanup orders and ExxonMobil's willful  
6 violation of those orders." Pls.' Opp. at 6. Although Plaintiffs  
7 do not specify under which portion of § 13350 they have incurred  
8 liability, it appears most likely that any such liability is based  
9 on subdivision (a)(1) or (b)(1). Subdivision (a)(1) provides that  
10 any person who "violates any cease and desist order or cleanup and  
11 abatement order hereafter issued, reissued, or amended by a  
12 regional board or the state board . . . shall be liable civilly,  
13 and remedies may be proposed, in accordance with subdivision (d) or  
14 (e)." Subdivision (b)(1) provides that any person "who, without  
15 regard to intent or negligence, causes or permits any hazardous  
16 substance to be discharged in or on any of the waters of the state,  
17 except in accordance with waste discharge requirements or other  
18 provisions of this division, shall be strictly liable civilly in  
19 accordance with subdivision (d) or (e)." Subdivision (d) provides  
20 that a court "may impose civil liability either on a daily basis or  
21 on a per gallon basis, but not both." Subdivision (e) provides  
22 that the "state board or a regional board may impose civil  
23 liability administratively . . . either on a daily basis or on a  
24 per gallon basis, but not both."

25 The parties have not cited any California case interpreting  
26 liability for contribution under § 13350(i), and the Court has not  
27 been able to locate any such case. The only case cited by the  
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1 parties interpreting the provision is Team Enterprises, Inc. v.  
2 Western Investment Real Estate Trust, 2008 WL 5246013 (E.D. Cal.  
3 2008).<sup>1</sup> The plaintiff in Team Enterprises operated a dry cleaning  
4 business on property that had become contaminated with  
5 perchloroethylene. The plaintiff alleged that it had entered into  
6 an agreement with the City of Modesto "to investigate and clean up"  
7 the contamination and "to pay the oversight of remedial work of the  
8 Regional Water Quality Control Board." Id. at \*2. It also alleged  
9 that it had "incurred costs" due to the contamination on the  
10 property. Id. The court noted that the plaintiff had failed to  
11 allege that it had incurred liability under § 13350(a) by violating  
12 a cleanup order or under § 13350(b) by causing or permitting a  
13 hazardous substance to be discharged into the waters of the state.  
14 Because § 13350(i) "expressly limits its right to contribution to  
15 'liability under this section,'" and because the complaint failed  
16 to allege that the plaintiff had incurred liability under § 13350,  
17 the court dismissed the claim.

18 This Court finds the reasoning of Team Enterprises persuasive.  
19 Although Plaintiffs allege that the California Water Resources  
20 Control Board has identified Don-Sul and Exxon Mobil as  
21 "responsible parties," and although they allege the existence of  
22 some sort of cleanup order, they do not allege that the Board or a  
23 court has imposed liability on them pursuant to § 13350(d) or (e),  
24 which contemplate the imposition of a daily or per-gallon fine.

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26 <sup>1</sup>Citation of an unpublished district court opinion is not  
27 improper, as Plaintiffs assert, unless the opinion has been  
28 designated as "not for citation." See Civ. Local R. 3-4(e). Team  
Enterprises is not designated as "not for citation."

1 Instead, Plaintiffs simply allege that Defendant has violated the  
2 clean up order. Although any such violation may permit the Board  
3 or a court, in an appropriate action, to impose liability on  
4 Defendant pursuant to § 13350(d) or (e), it does not give rise to a  
5 contribution claim under § 13350(i).<sup>2</sup> Accordingly, the Porter-  
6 Cologne Act claim is dismissed. Plaintiffs are given leave to  
7 amend to allege, if they can truthfully do so, facts sufficient to  
8 permit the conclusion that they have incurred liability under  
9 § 13350 and thus may seek contribution under § 13350(i).  
10 Alternatively, an amended complaint may identify another provision  
11 of the Act that entitles Plaintiffs to recover based on the  
12 allegations contained in the complaint.

13 Defendant also argues that Plaintiffs' Porter-Cologne Act  
14 claim is barred by the Act's three-year statute of limitations.  
15 See Cal. Civ. Proc. Code § 338(i). Defendant asserts that, because  
16 Mobile Oil sold the property in 1969, any contamination occurred  
17 more than three years ago, and thus any action arising from the  
18 contamination is time-barred. Defendant's argument depends on  
19 characterizing the injury to Plaintiffs as the original release of  
20 the contaminants onto the property. If Plaintiffs are able to  
21 state a claim under § 13350(i), their alleged injury will be, not  
22 contamination of the property, but liability imposed on and paid by

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23  
24 <sup>2</sup>This Court may not impose liability under § 13350 for  
25 Defendant's alleged violation of the cleanup order because, as  
26 Plaintiffs apparently concede, the Porter-Cologne Act does not  
27 provide a private right of action to enforce a cleanup order. See  
28 Cal. Water Code § 13361(a) ("Every civil action brought under the  
provisions of this division at the request of a regional board or  
the state board shall be brought by the Attorney General in the  
name of the people of the State of California . . . .").

1 them under § 13350(a) or (b). It is not clear from the complaint  
2 that any such injury occurred more than three years before this  
3 lawsuit was filed. Accordingly, it does not appear that the  
4 statute of limitations would preclude Plaintiffs from attempting to  
5 amend the complaint to state a Porter-Cologne Act claim.

6 II. RCRA Claim

7 A. Sufficiency of the Allegations in the Complaint

8 The citizen suit provision of the RCRA permits an individual  
9 to commence an action in district court against any person "who is  
10 alleged to be in violation of any permit, standard, regulation,  
11 condition, requirement, prohibition, or order which has become  
12 effective pursuant to this chapter." 42 U.S.C. § 6972(a)(1)(A).<sup>3</sup>  
13 Defendant argues that Plaintiffs have not sufficiently alleged that  
14 Defendant has violated a permit, etc., that has "become effective  
15 pursuant to" the RCRA. In response, Plaintiffs note that ¶ 26 of  
16 the complaint alleges that Defendant's alleged discharges "are in  
17 violation of, among other statutes, the [RCRA], which is codified  
18 at 42 U.S.C.A. 6901, et seq."

19 It is true that the complaint alleges in general terms that

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21 <sup>3</sup>Although it is not clear from the complaint, Plaintiffs'  
22 submissions indicate that they assert their claim under  
23 § 6972(a)(1)(A) and not § 6972(a)(1)(B), which provides a private  
24 cause of action against any person, "including any past or present  
25 generator, past or present transporter, or past or present owner or  
26 operator of a treatment, storage, or disposal facility, who has  
27 contributed or who is contributing to the past or present handling,  
28 storage, treatment, transportation, or disposal of any solid or  
hazardous waste which may present an imminent and substantial  
endangerment to health or the environment." Although the  
allegations in the complaint are more consonant with an action  
brought under § 6972(a)(1)(B), it does not appear that Plaintiffs  
complied with the ninety-day pre-suit notice requirement that  
applies to such actions.

1 Defendant has violated the RCRA. However, the RCRA consists of  
2 many sections, and the complaint does not point to any particular  
3 provision that Defendant has allegedly violated. The broad  
4 allegation that Defendant "violated the RCRA" is simply not  
5 sufficient to put Defendant on notice of the claim against it in a  
6 way that would enable it to articulate a defense. Nor have  
7 Plaintiffs established that Defendant's alleged violation of the  
8 state agencies' cleanup orders constitutes a violation of a  
9 "permit, standard, regulation, condition, requirement, prohibition,  
10 or order which has become effective pursuant to" the RCRA.  
11 Accordingly, the RCRA claim is dismissed with leave to amend to  
12 specify what provision of the RCRA Defendant has allegedly violated  
13 and to allege facts to support the conclusion that such provision  
14 was violated. As explained below, however, Plaintiffs must comply  
15 with the RCRA's notice requirement before amending the complaint to  
16 re-assert any RCRA claim.

17 Defendant also contends that Plaintiffs cannot state a RCRA  
18 claim because, according to Board of County Commissioners v. Brown  
19 Group Retail, Inc., 598 F. Supp. 2d 1185, 1198-1202 (D. Colo.  
20 2009), § 6972(a)(1)(A) does not permit suits based on "wholly past  
21 violations." The Court need not determine whether it will follow  
22 Brown Group because Plaintiffs have not explained how Defendant  
23 allegedly violated the RCRA, and thus it is not clear whether any  
24 such violation is "wholly past" or continuing. Defendant may raise  
25 this issue in a future motion, if appropriate.



1 B. Sufficiency of Notice

2 Defendant further argues that Plaintiffs' RCRA claim is  
3 subject to dismissal because it fails to satisfy the Act's notice  
4 requirement. The Act's citizen suit provision states that no  
5 action brought under § 6972(a)(1)(A) may be commenced "prior to  
6 sixty days after the plaintiff has given notice of the violation  
7 to-- (i) the Administrator [of the Environmental Protection Agency  
8 (EPA)]; (ii) the State in which the alleged violation occurs; and  
9 (iii) to [sic] any alleged violator of such permit, standard,  
10 regulation, condition, requirement, prohibition, or order . . . ."  
11 42 U.S.C. § 6972(b)(1)(A). The Supreme Court has interpreted this  
12 pre-suit notice requirement strictly:

13 The language of this provision could not be clearer. A  
14 citizen may not commence an action under RCRA until 60  
15 days after the citizen has notified the EPA, the State in  
16 which the alleged violation occurred, and the alleged  
17 violator. Actions commenced prior to 60 days after  
18 notice are "prohibited." Because this language is  
expressly incorporated by reference into § 6972(a), it  
acts as a specific limitation on a citizen's right to  
bring suit. Under a literal reading of the statute,  
compliance with the 60-day notice provision is a  
mandatory, not optional, condition precedent for suit.

19 Hallstrom v. Tillamook County, 493 U.S. 20, 26 (1989). Moreover,  
20 if a plaintiff files suit under the RCRA and subsequently serves  
21 the required notice, the court is not permitted to adopt a  
22 "flexible or pragmatic" approach to the notice requirement, such as  
23 by staying the action for sixty days. Id. at 26-27. Rather, the  
24 court must dismiss the action. Id. at 32-33.

25 The EPA has promulgated a regulation detailing the contents of  
26 the notice required by the RCRA's citizen suit provision:

27 Notice regarding an alleged violation of a permit,  
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1 standard, regulation, condition, requirement, or order  
2 which has become effective under this Act shall include  
3 sufficient information to permit the recipient to  
4 identify the specific permit, standard, regulation,  
5 condition, requirement, or order which has allegedly been  
6 violated, the activity alleged to constitute a violation,  
7 the person or persons responsible for the alleged  
8 violation, the date or dates of the violation, and the  
9 full name, address, and telephone number of the person  
10 giving notice.

11 40 C.F.R. § 254.3(a). Although Defendant implicitly concedes that  
12 Plaintiffs provided notice to the appropriate parties more than  
13 sixty days before amending their complaint to add the RCRA claim,  
14 it argues that the notice is invalid because it does not satisfy  
15 the regulation's requirement that notice identify the nature and  
16 date of any RCRA violation.

17 The notice that Plaintiffs served before adding their RCRA  
18 claim is no more specific with respect to the RCRA violation than  
19 the amended complaint.<sup>4</sup> Like the complaint, the notice specifies  
20 the facts that form the basis of this lawsuit, but it fails to  
21 identify any "permit, standard, regulation, condition, requirement,  
22 or order" that has become effective under the RCRA and that  
23 Defendant has allegedly violated. It merely cites § 6972(a)(1)(A),  
24 which contains no substantive requirements, and quotes the Act's  
25 definition of "solid waste." Plaintiffs' failure to provide notice  
26 complying with 40 C.F.R. § 254.3(a) prior to asserting their RCRA  
27 claim provides another basis for dismissal. Before seeking to re-  
28 assert a claim under § 42 U.S.C. § 6972(a)(1)(A), Plaintiffs must  
comply with the notice requirement contained in 42 U.S.C.

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<sup>4</sup>The Court grants Defendant's unopposed motion to take judicial notice of Plaintiffs' notice of intent to sue.

1 § 6972(b)(1)(A).

2 III. Negligence Claim

3 At its heart, negligence is the creation of an unreasonable  
4 risk of harm which results in an injury that is not the  
5 specifically intended consequence of the tortfeasor's actions. See  
6 W. Page Keeton et al., Prosser and Keeton on the Law of Torts § 31  
7 (5th Ed. 1984). As the complaint makes clear, Plaintiffs'  
8 negligence claim is not based on Defendant's presumably inadvertent  
9 contamination of the property. Rather, it is based on Defendant's  
10 decision not to comply with the cleanup orders that allegedly  
11 required it to remediate the contamination. This was an  
12 intentional act that, in itself, was allegedly unlawful by its very  
13 nature. The act did not merely create a risk of harm that resulted  
14 in an unintended injury; the pecuniary injury to Plaintiffs was the  
15 direct consequence of Defendant's intentional act and was certain  
16 to occur. Just as an intentional failure to pay an amount due  
17 under a contract or pursuant to a judgment is not "negligence,"  
18 neither is Defendant's alleged decision not to contribute to  
19 cleanup costs "negligence." No formulaic recitation of the  
20 elements of a negligence claim can escape this conclusion.

21 The negligence claim is therefore dismissed. The dismissal of  
22 this claim is without prejudice to refiling if Plaintiffs can  
23 truthfully allege that Defendant did undertake some cleanup action  
24 but did so negligently.

25 IV. Nuisance Claim

26 In its opening brief, Defendant argued that, to the extent  
27 Plaintiffs' nuisance claim was for a permanent nuisance, it is

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1 barred by the statute of limitations. In their opposition,  
2 Plaintiffs clarified that their claim is not for a permanent  
3 nuisance, but for a continuing nuisance, which would not be time-  
4 barred. See Mangini v. Aerojet-General Corp., 12 Cal. 4th 1087,  
5 1093 (1996). Defendant did not refute this point in its reply, and  
6 the Court will deem Defendant to have abandoned its statute of  
7 limitations argument in connection with the nuisance claim.

8 Defendant also argues that Plaintiffs have not stated a  
9 nuisance claim because they have not alleged that Defendant created  
10 a condition that was "injurious to health" or obstructed "the free  
11 use of property, so as to interfere with the comfortable enjoyment  
12 of life or property," as required by § 3479 of the California Civil  
13 Code. Defendant asserts that its alleged failure to comply with  
14 the cleanup orders does not threaten Plaintiffs' health or  
15 interfere with their use of the property. Plaintiffs counter that  
16 their nuisance claim is premised on their allegation that Defendant  
17 was responsible for the contamination in the first place, and that  
18 it continues to fail to abate it. Although the complaint is not  
19 clear on this point, the Court will accept Plaintiffs'  
20 representation. The Court cannot conclude based on nothing more  
21 than the complaint that Plaintiffs will be unable to show that the  
22 contamination is injurious to health or that it interferes with  
23 their free use of the property. The allegations in the complaint  
24 are sufficient to put Defendant on notice of the nuisance claim  
25 against it, and the claim will not be dismissed.

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1 V. Fraud and Negligent Misrepresentation Claims

2 Under California law, “[t]he elements of fraud, which give  
3 rise to the tort action for deceit, are (1) a misrepresentation,  
4 (2) with knowledge of its falsity, (3) with the intent to induce  
5 another’s reliance on the misrepresentation, (4) justifiable  
6 reliance, and (5) resulting damage.” Conroy v. Regents of Univ. of  
7 Cal., 45 Cal. 4th 1244, 1255 (2009). “The tort of negligent  
8 misrepresentation, a species of the tort of deceit, does not  
9 require intent to defraud but only the assertion, as a fact, of  
10 that which is not true, by one who has no reasonable ground for  
11 believing it to be true.” Id. (citation omitted). Under the  
12 Federal Rules of Civil Procedure, a fraud claim must be plead with  
13 particularity. Fed. R. Civ. P. 9(b).

14 According to the complaint, Plaintiffs’ fraud and negligent  
15 misrepresentation claims are based on alleged misrepresentations,  
16 made by Defendant’s agents during settlement negotiations  
17 concerning Defendant’s compliance with the cleanup orders, that the  
18 agents would “promptly take the necessary steps to obtain  
19 authorization to make a financial contribution to the clean up of  
20 the Property,” and that Defendant intended “to take positive action  
21 toward contributing to the cost of the remediation.” Compl. ¶¶ 43,  
22 46. Although the mere failure to fulfill a promise to take a  
23 future action is not fraud, a promise that is made without any  
24 intention of taking the promised action may constitute a  
25 misrepresentation that can form the basis for a fraud claim,  
26 assuming the other elements are satisfied. See Lazar v. Superior

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1 Court, 12 Cal. 4th 631, 638 (1996).<sup>5</sup>

2       It is not clear that the complaint identifies a specific  
3 promise to take a concrete action, let alone that any such promise  
4 was violated; the misrepresentations alleged in the complaint  
5 amount to promises to take undefined further steps toward the  
6 ultimate goal of contribution by Defendant toward cleanup costs.  
7 In addition, Plaintiffs have not alleged, in other than conclusory  
8 terms, that they suffered an injury by acting in justifiable  
9 reliance on any misrepresentation that was made. The only action  
10 they allege to have taken in reliance on the alleged promises was  
11 instructing their attorney "to wait for ExxonMobil to present its  
12 proposal to contribute to the cost of the clean up and to take no  
13 action other than to respond to inquiry from ExxonMobil because  
14 Sullins could not afford to incur further attorneys' fees to more  
15 doggedly pursue ExxonMobil." Compl. ¶ 45. The complaint does not  
16 state that, absent Defendant's representations, Plaintiffs would  
17 have acted differently, nor specify whether and how Plaintiffs'  
18 forbearance from pursuing Defendant for a period of time caused  
19 them to suffer an injury. Although the complaint states that  
20 Plaintiffs suffered damages "including but not limited to costs to  
21 investigate, remediate, lost business profits, [and] costs to  
22 consultants and attorneys," the complaint does not specify a  
23 factual link between any of these injuries and an action taken by  
24 Plaintiffs in reliance on Defendant's alleged misrepresentation  
25 that it would contribute to the cost of cleaning up the property.

26 \_\_\_\_\_  
27       <sup>5</sup>The parties have not briefed the issue of whether a negligent  
28 misrepresentation claim can be premised on a broken promise.

1           Because the complaint does not state a fraud claim, the claim  
2 is dismissed. Plaintiffs are given leave to amend to specify 1) a  
3 specific promise that was not fulfilled and that Defendant had no  
4 intention of fulfilling when it was made; 2) specific actions or  
5 forbearance undertaken because Plaintiffs justifiably relied on the  
6 promise; and 3) specific injury that resulted from those actions or  
7 forbearance.

8 VI. Contribution and Indemnity Claims

9           Plaintiffs' seventh and eighth claims are for contribution and  
10 indemnity, respectively. These claims specify that they are  
11 founded on both the Porter-Cologne Act and the common law. Any  
12 claim based on the Porter-Cologne Act is redundant of the first  
13 claim, which itself is for contribution, and is thus stricken.

14           Plaintiffs do not clearly explain the basis of any common law  
15 claim for contribution or indemnity. "[T]he rule of equitable  
16 indemnity . . . permit[s] a concurrent tortfeasor to obtain partial  
17 indemnity from other concurrent tortfeasors on a comparative fault  
18 basis." Major Clients Agency v. Diemer, 67 Cal. App. 4th 1116,  
19 1127 (1998). Equitable indemnity "either imposes the entire loss  
20 on one of two or more tortfeasors or apportions it on the basis of  
21 comparative fault." Contribution is similar to equitable indemnity  
22 in that it permits one joint tortfeasor to recover from another.  
23 However, contribution "is a creature of statute and distributes the  
24 loss equally among all tortfeasors." Coca-Cola Bottling Co. v.  
25 Lucky Stores, Inc., 11 Cal. App. 4th 1372, 1378 (1992). Although  
26 the complaint pleads claims for both contribution and indemnity,  
27 Plaintiffs do not appear to contend that Defendant is liable for

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1 only one-half of the cleanup costs. Thus, in substance, both of  
2 the claims appear to be for equitable indemnity. Cf. id. ("Even in  
3 the cause of action which sought recovery for 'equitable  
4 contribution,' Coca-Cola was really seeking the same thing [as in  
5 its claim for "partial equitable indemnity"] ('an equitable  
6 contribution to any judgment or settlement herein in direct  
7 proportion to the amount of negligence of each  
8 cross-defendant.'")). If not, the two claims are mutually  
9 exclusive because "[w]here a right of indemnity exists there can be  
10 no right of contribution." Id.

11 This case does not present the typical scenario in which the  
12 right to equitable indemnity -- whether partial or total -- is  
13 asserted, and it is not clear that such a claim may be asserted  
14 here. For example, it is not clear that Plaintiffs and Defendant  
15 have incurred, by virtue of the cleanup orders issued by the state  
16 agencies, joint and several liability to a third party. Yet joint  
17 and several liability to a third party, in the form of a judgment  
18 or settlement, is a prerequisite to any equitable indemnity claim.  
19 Major Clients Agency, 67 Cal. App. 4th at 1126. Nor is it clear  
20 that a claim for equitable indemnity exists when, as here, the  
21 liability that serves as the basis for such a claim is imposed, not  
22 under the common law, but pursuant to a regulatory scheme that has  
23 its own rules regarding contribution. Finally, it is not clear  
24 from the complaint that Plaintiffs have actually satisfied more  
25 than their fair share of any obligation owed jointly with Defendant  
26 under the cleanup orders. Yet a claim for equitable indemnity does  
27 not exist until the plaintiff has suffered actual loss through  
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1 payment. Id. at 1127.

2       These issues, however, have not been adequately briefed. The  
3 relevant portion of Defendant's brief argues simply that "courts of  
4 equity should not act when the moving party has an adequate remedy  
5 of law." Mot. at 11. Defendant asserts that Plaintiffs have  
6 failed to allege that they lack an adequate remedy at law and, in  
7 fact, have adequate legal remedies in the form of their other  
8 causes of action. Defendant has not demonstrated, however, that  
9 the familiar maxim concerning the availability of equitable relief  
10 has any application to the present case. Defendant has not cited  
11 any case applying the maxim to an indemnity or contribution claim.  
12 The maxim is generally invoked when a plaintiff seeks an equitable  
13 remedy other than the payment of money, such as an injunction.  
14 Here, Plaintiffs simply seek an order requiring Defendant to pay  
15 its share of the cleanup costs. This would be tantamount to a  
16 judgment for damages.

17       Defendant also argues that any claim for equitable indemnity  
18 or contribution is barred by the three-year statute of limitations  
19 that applies to an action "for trespass upon or injury to real  
20 property." See Cal. Civ. Proc. Code § 338(b). In support of this  
21 argument, Defendant cites City of San Diego v. United States Gypsum  
22 Co., 30 Cal. App. 4th 575 (1994). However, in U.S. Gypsum, the  
23 court found that the plaintiff had not stated a claim for equitable  
24 indemnity because, among other reasons, although it had incurred  
25 costs in abating asbestos, those costs were incurred more than  
26 three years prior to the initiation of the action. Id. at 584.  
27 Defendant does not contend that any costs incurred by Plaintiffs  
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1 were incurred more than three years before the complaint in this  
2 case was filed. Rather, Defendant simply states that any damage it  
3 caused to the property was done decades ago. As with the Porter-  
4 Cologne Act claim, this overlooks the fact that the damage which  
5 forms the basis of the indemnity claim is not the original  
6 contamination, but rather the imposition of liability on Plaintiffs  
7 to abate that contamination. The indemnity claim did not accrue  
8 until Plaintiffs paid those costs.

9 Because Defendant has not shown that Plaintiffs will be unable  
10 to prevail on a claim for equitable indemnity or contribution,  
11 these claims will not be dismissed.

12 VII. Standing

13 Defendant argues that the Sullinses lack standing to sue  
14 because Don-Sul is the owner of the contaminated property and must  
15 pay any cleanup costs. However, the Sullinses are the sole  
16 shareholders of Don-Sul and the company is the source of their  
17 livelihood. They have a direct interest in this litigation and  
18 stand to be injured personally if it is not resolved in their  
19 favor. The Court will not dismiss the Sullinses' claims.

20 VIII. Motion to Strike

21 Rule 12(f) of the Federal Rules of Civil Procedure provides  
22 that the court "may" strike from a pleading "any redundant,  
23 immaterial, impertinent, or scandalous matter." Defendant argues  
24 that much of the prayer for relief in the complaint should be  
25 stricken because the relief requested is unavailable. Because many  
26 of the claims to which the motion to strike is directed are being  
27 dismissed, Defendant's request is largely moot, at least for the

1 time being. Moreover, the motion asks the Court to determine  
2 issues of damages that would be more appropriately addressed in a  
3 later stage of the litigation when the facts underlying Plaintiffs'  
4 claims have been more fully developed. The motion is therefore  
5 denied. Defendant may later move for summary adjudication on the  
6 availability of damages, or may raise the issue at trial.

7 CONCLUSION

8 For the foregoing reasons, Defendant's motion to dismiss  
9 (Docket No. 24) is GRANTED IN PART and DENIED IN PART. Plaintiffs'  
10 claims under the Porter-Cologne Act and the RCRA, as well as their  
11 claims for negligence, intentional misrepresentation and negligent  
12 misrepresentation, are dismissed. Plaintiffs are given leave to  
13 amend the complaint to cure the deficiencies in their claims. If  
14 Plaintiffs cannot include their RCRA claims in an amended complaint  
15 at this time because of a failure to give adequate notice, they  
16 must omit those claims and move for leave to amend to add them in  
17 seventy days. Any second amended complaint must be filed on or  
18 before October 9, 2009. If no second amended complaint is filed,  
19 Defendant must file an answer to the nuisance, contribution and  
20 indemnity claims on or before October 30, 2009.

21 IT IS SO ORDERED.

22  
23 Dated: 9/2/09



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CLAUDIA WILKEN  
United States District Judge