

Before the court is defendant's motion to stay the above-entitled action pending the 15 16 determination by the Judicial Panel on Multidistrict Litigation ("JPML") regarding the transfer of this case to MDL 1871 in the Eastern District of Pennsylvania ("the Avandia® MDL"). 17 18 Having read the parties' papers and carefully considered their arguments and the relevant 19 legal authority, the court hereby GRANTS the motion to stay. The court VACATES the 20 hearing scheduled for August 21, 2013. In light of this ruling, the court also VACATES the 21 hearing on plaintiffs' motion to remand, also scheduled for August 21, 2013, which the court 22 shall reschedule if necessary.

Plaintiffs filed this action in the Superior Court of California, County of San Francisco
on June 25, 2013. On July 3, 2013, defendant GlaxoSmithKline LLC ("GSK") removed the
case to this court under the Class Action Fairness Act. GSK also claims that defendant
McKesson Corporation was fraudulently joined, giving the court diversity jurisdiction over
the action. Plaintiffs disagree, and filed a motion to remand on July 12, 2013.

On July 9, 2013, GSK notified the JPML of a number of tag-along actions, including

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this matter, awaiting transfer to the Avandia® MDL. On July 15, 2013, the JPML issued
 Conditional Transfer Order 173, conditionally transferring the tag-along actions, including
 this mater. Also on July 15, 2013, GSK filed the present motion to stay pending transfer.
 On July 19, 2013, plaintiff filed a notice of opposition to CTO 173.

The JPML has the authority to transfer "civil actions involving one or more common
questions of fact [which] are pending in different districts . . . to any district for coordinated
or consolidated pretrial proceedings." 28 U.S.C. § 1407(a). When evaluating a motion to
stay, a primary factor the court should consider is the preservation of judicial resources.
<u>Rivers v. Walt Disney Co.</u>, 980 F.Supp. 1358, 1360-61 (C.D. Cal. 1997). Staying an action
pending transfer can help prevent duplicative litigation and inconsistent rulings. <u>Id.</u>

Other courts, including the Northern District of California, have granted motions to

12 stay in order to preserve judicial resources, even where motions to remand are also

13 pending. <u>See Flores v. McKesson Corp.</u>, No. 13-3153 (N.D. Cal. Aug. 2, 2013); <u>Allen v.</u>

14 McKesson Corp., No. 13-3110 (N.D. Cal. July 30, 2013); Hargrove v. McKesson Corp., No.

15 13-3114 (N.D. Cal. July 30, 2013); Poff v. McKesson Corp., No. 13-3115 (N.D. Cal. July 30,

16 2013); Summa v. McKesson Corp., No. 13-3097 (N.D. Cal. July 30, 2013); Aud v.

17 McKesson Corp., No. 13-3111 (N.D. Cal. July 29, 2013); Adams v. McKesson Corp., No.

18 13-3102 (N.D. Cal. July 25, 2013); <u>Alvarez v. McKesson Corp.</u>, No. 13-3112 (N.D. Cal. July

19 24, 2013); <u>Dadus v. McKesson Corp.</u>, No. 13-3069 (N.D. Cal. July 24, 2013); <u>Allender v.</u>

20 McKesson Corp., No. 13-3068 (N.D. Cal. July 22, 2013); Ortiz v. McKesson Corp., No. 13-

21 3159 (N.D. Cal. July 17, 2013); <u>Albayrak v. McKesson Corp.</u>, No. 13-3095 (N.D. Cal. July

22 15, 2013); Esche v. McKesson Corp., No. 13-3062 (N.D. Cal. July 15, 2013).

There is nothing that precludes the MDL court from considering the jurisdictional
issues after the transfer. Here, staying the case and the eventual transfer of the case
would promote judicial economy because the cases raising common issues regarding
Avandia® would be consolidated for discovery and pretrial proceedings.

The question of whether McKesson is a proper defendant in the Avandia® cases
should be decided by one court, to avoid any risk of inconsistency in judicial rulings. All of

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the above-cited McKesson cases involve the same jurisdictional issues, and all have been
stayed pending transfer to the MDL. Thus, the question of whether McKesson is a proper
defendant in the Avandia® cases is already before the MDL, so the court finds that judicial
economy would be better served by staying this case pending the transfer, rather than by
considering the motion to remand.

Accordingly, for the foregoing reasons, the court finds that defendants' motion to stay must be GRANTED. The August 21, 2013 hearing date is VACATED.

9 IT IS SO ORDERED.

10 Dated: August 12, 2013

PHYLLIS J. HAMILTON United States District Judge