1 2		** E-filed May 20, 2011 **	
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7	NOT FOR CITATION		
8	IN THE UNITED STATES DISTRICT COURT		
9	FOR THE NORTHERN DISTRICT OF CALIFORNIA		
10	SAN JOSE DIVISION		
11	SISTERS OF NOTRE DAME DE NAMUR, CALIFORNIA PROVINCE,	No. C10-01807 HRL	
12 13	Plaintiff, v.	ORDER (1) GRANTING TECHNICHEM'S MOTION TO DISMISS SECOND CAUSE OF	
14	MRS. OWEN J. GARNETT-MURRAY, et al.,	ACTION IN FIRST AMENDED THIRD PARTY COMPLAINT, (2) GRANTING IN PART AND DENYING	
15 16	Defendants.	IN PART TABATABAI AND FESAHATI'S MOTION TO DISMISS SECOND AND THIRD CAUSES OF	
17	MRS. OWEN J. GARNETT-MURRAY, et al.	ACTION IN FIRST AMENDED THIRD PARTY COMPLAINT, AND (3) DENYING TABATABAI AND	
18 19	Third Party Plaintiff and Cross-Claimant,	FÉSAHATI'S MOTION TO DISMISS CROSS-CLAIMS	
20	v.	[Re: Docket Nos. 57, 58, 59, 62, 68]	
21	MANLEI CHIAO, et al.,		
22	Third Party Defendants and Cross-Defendant		
23	/		
24	BACKGROUND		
25	This action involves the alleged contamination and resulting clean-up of land. Plaintiff		
26	Sisters of Notre Dame de Namur, California Province (the "Sisters") own property located at 1330		
27	Saratoga-Sunnyvale Road in Sunnyvale, California (the "Mardesich Property"). Together,		
28	defendants Mrs. Owen J. Garnett-Murray ("Garn	ett-Murray") and Fremont Corners, Inc. ("Fremont	

United States District Court For the Northern District of California 1

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Corners") own the Fremont Corners shopping center adjacent to the Mardesich Property (the 2 "Fremont Corners Property"), and defendant Manlei Chiao ("Chaio") has owned and operated 3 Angela's Dry Cleaning, located on the Fremont Corners Property, since October 2003.

The Sisters allege that chlorinated solvents, including perchloroethylene ("PCE"), have been released by Angela's Dry Cleaning since at least November 2006 and that these releases have contaminated the soil and possibly the groundwater on the Mardesich Property. In 2007, the Sisters collected soil vapor samples on their property, which revealed concentrations of PCE about 15 times greater than the level considered presumptively acceptable for residential use. Clean-up efforts have begun.

10 The Sisters filed suit against Garnett-Murray, Fremont Corners, and Chaio for violations of the Resource Conservation and Recovery Act ("RCRA"), 42, U.S.C. §§ 6901 et seq., and for state 11 12 law continuing nuisance and trespass violations. Docket No. 17.

13 Garnett-Murray and Fremont Corners then cross-claimed against Chiao and also sued third party defendants Technichem, Inc. ("Technichem"), Mohsen Tabatabai ("Tabatabai"), and Shahin 14 15 Fesahati ("Fesahati") for, among other things, the necessary clean-up costs, contribution, and 16 declaratory relief under three provisions of the Comprehensive Environmental Response, 17 Compensation, and Liability Act of 1980 ("CERCLA"), 42 U.S.C. § 9607 §§ 9607(a), 9613(f), 18 9613(g). Docket No. 53. Tabatabai and Fesahati are alleged to have owned and operated Angela's 19 Dry Cleaning prior to Chaio, and Technichem is alleged to have provided containers to Chiao for 20 storing PCE and to have removed and transported PCE from Angela's Dry Cleaning to disposal 21 sites.

22 After that, Chiao cross-claimed against Garnett-Murray, Fremont Corners, Tabatabai, and 23 Fesahati for equitable indemnity, contribution, rescission, negligent misrepresentation, and 24 declaratory relief. Docket No. 60. She alleges that it was Tabatabai and Fesahati who released the 25 chlorinated solvents, that Garnett-Murray and Fremont Corners knew about it, but that none of them did anything about it or told her about it before she took over Angela's Dry Cleaning. 26

27 Now, Technichem, Tabatabai, and Fesahati have moved to dismiss certain causes of action 28 in Garnett-Murray and Fremont Corners' First Amended Third Party Complaint, and Tabatabai and

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Fesahati have moved to dismiss Chiao's cross-claims. Pursuant to Civil Local Rule 7-1(b), the Court 1 2 finds the matter suitable for determination without oral argument, and the May 24, 2011 hearing is vacated.¹ 3 DISCUSSION 4 A. Third Party Defendant Technichem's Motion to Dismiss Second Cause of Action in First 5 Amended Third Party Complaint 6 7 Technichem moved to dismiss the second cause of action in Garnett-Murray and Fremont 8 Corners' First Amended Third Party Complaint for contribution under CERCLA. Docket No. 57. 9 Private parties may seek contribution from other "potentially responsible parties" under CERCLA, 10 but only if they have been first been sued under CERCLA §§ 106 or 107(a). 42 U.S.C. § 113(f)(1); United States v. Atlantic Research Corp., 551 U.S. 128, 131 n.1 (2007). Here, neither Garnett-11 12 Murray nor Fremont Corners have been sued under those sections. See Docket Nos. 17, 60. Garnett-Murray and Fremont Corners also failed to oppose Technichem's motion.² "The 13 failure to file an opposition to a motion to dismiss in a manner consistent with the court's rules is 14 grounds for granting the motion." Wiley v. Macy's, No. C10-1188 SBA, 2010 WL 2636029, at *1 15 16 n.1 (N.D. Cal. June 30, 2010) (citing Ghazali v. Moran, 46 F.3d 52, 54 (9th Cir. 1995) (holding that 17 a pro se litigant's failure to follow a court's local rules and file a timely opposition to a motion to 18 dismiss is proper grounds for dismissal)). 19 Accordingly, Technichem's motion is GRANTED. The second cause of action in Garnett-20 Murray and Fremont Corners' First Amended Third Party Complaint is dismissed without prejudice as to all defendants.³ 21 22 ¹ Pursuant to 28 U.S.C. § 636(c) and Federal Rule of Civil Procedure 73, all parties have expressly 23 consented that all proceedings in this matter may be heard and finally adjudicated by the undersigned. In addition, Garnett-Murray and Fremont Corners' administrative motion to appear at 24 the hearing (Docket No. 68) is DENIED AS MOOT. 25 ² According to correspondence provided by Technichem, it appears that Garnett-Murray and Fremont Corners informed Technichem that they did not oppose its motion. Docket No. 65-1, Ex.

A. They did not, however, inform the Court of this, as they should have. See Civ. L.R. 7-3(b).

³ "A District Court may properly on its own motion dismiss an action as to defendants who have not moved to dismiss where such defendants are in a position similar to that of moving defendants or where claims against such defendants are integrally related." <u>Silverton v. Dep't of Treasury</u>, 644 F.2d 1341, 1345 (9th Cir. 1981), cert. denied, 454 U.S. 895, 102 S.Ct. 393, 70 L.Ed.2d 210 (1981)

B. <u>Third Party Defendants Mohsen Tababatai's and Shahin Fesahati's Motion to Dismiss First</u> <u>Amended Third Party Complaint</u>

Like Technichem, Tabatabai and Fesahati moved to dismiss the second cause of action in Garnett-Murray and Fremont Corners' First Amended Third Party Complaint. Docket No. 59. For the reasons explained above, their motion is GRANTED in this respect.

However, they also moved to dismiss the third cause of action for declaratory relief under CERCLA. <u>Id</u>. They argue that Garnett-Murray and Fremont Corners "are precluded from seeking any remedy under CERCLA because [Garnett-Murray and Fremont Corners] are not defending any causes of action under CERCLA nor [have they] incurred any costs of removal or remedial actions under [CERCLA § 107]." <u>Id</u>. at 3. But as Garnett-Murray and Fremont Corners correctly point out in their opposition brief, they have incurred clean-up costs and, regardless, this limitation does not apply to "any remedy under CERCLA"; rather, it only applies to claims for contribution. 42 U.S.C. § 113(f)(1); <u>Atlantic Research Corp.</u>, 551 U.S. at 131 n.1. Tabatabai and Fesahati did not reply to Garnett-Murray and Fremont Corners' argument.

Tabatabai and Fesahati's argument fails, so their motion to dismiss the third cause of action
in Garnett-Murray and Fremont Corners' First Amended Third Party Complaint is DENIED.

C. <u>Third Party Defendants Mohsen Tababatai's and Shahin Fesahati's Motion to Dismiss</u> <u>Chiao's Cross-Claims</u>

Tabatabai and Fesahati also moved to dismiss Chiao's cross-claims against them. Docket
No. 62. They argue that the Court lacks subject-matter jurisdiction because Chiao's cross-claims are
all based on California law, but this argument ignores that her cross-claims are related to the Sisters'
federal law-based claims, so this Court has supplemental jurisdiction over them. They also argue
that because Chiao alleged that "no contamination of ground water has been found or is reasonably
likely given the depth to ground water at Fremont Corners" and because Chiao stated in a case

 (citing <u>Rogers v. Fuller</u>, 410 F.Supp. 187, 192 (M.D.N.C. 1976); <u>Walner v. Friedman</u>, 410 F.Supp.
 29, 34 (S.D.N.Y. 1975); <u>Piemonte v. Chicago Board Options Exchange</u>, Inc., 405 F.Supp. 711, 718
 (S.D.N.Y. 1975)). All four parties named as defendants in Garnett-Murray and Fremont Corners' First Amended Third Party Complaint are in similar positions with respect to the second cause of action. For this reason, Tabatabai and Fesahati's motion to join Technichem's motion (Docket No. 58) is DENIED AS MOOT.

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management statement that she "believes the impact of PCE, if any, on the Sisters' property is de minimus," she has failed to state a claim against them. But this case involves soil contamination as well as water contamination. Further, although Chiao contends that any contamination has been de minimus, other parties (including the Sisters) disagree.

Tabatabai and Fesahati's motion to dismiss Chiao's cross-claims is DENIED.

CONCLUSION

Based on the foregoing: (1) Technichem's motion to dismiss the second cause of action in Garnett-Murray and Fremont Corners' First Amended Third Party Complaint is GRANTED; (2) Tabatabai and Fesahati's motion to dismiss the second and third causes of action in Garnett-Murray and Fremont Corners' First Amended Third Party Complaint is GRANTED IN PART and DENIED IN PART; and (3) Tabatabai and Fesahati's motion to dismiss Chiao's cross-claims is DENIED.

HOWAR

R. LI

UNITED STATES MAGISTRATE JUDGE

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IT IS SO ORDERED.

Dated: May 20, 2011

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1	C10-01807 HRL Notice will be electronically mailed to:		
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