# ORIGINAL

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FILED IN THE UNITED STATES DISTRICT COURT DISTRICT OF HAWAII

OCT 27 2008

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IN THE UNITED STATES DISTRICT COURT

FOR THE DISTRICT OF HAWAII

MARK S. BAREFOOT,

Plaintiff,

NORTHWEST TOXICOLOGY, LABONE,

VS.

) CIVIL NO. CV07-00618 HG BMK

) FINDINGS AND RECOMMENDATION ) FOR DETERMINATION OF GOOD FAITH SETTLEMENT

INC., and DOE DEFENDANTS 1-100,

Judge: The Honorable Barry M. Kurren

Defendants.

## FINDINGS AND RECOMMENDATION FOR DETERMINATION OF GOOD FAITH SETTLEMENT

This action arises out of a dispute over liability, causation and damages in connection with a urine sample

collected by the Department of the Navy, United States of
America (hereinafter collectively referred to as "the Navy") on
or about April 13, 2005 and subsequently sent for testing at
Northwest Toxicology, now a division of Defendant Labone, Inc.
(hereinafter collectively referred to as "LabOne"). Plaintiff
Mark S. Barefoot filed this action against LabOne and a separate
action against the Navy, alleging negligence and other claims in
connection with said urine sample.

Plaintiff has reached a settlement with LabOne. On September 19, 2008, LabOne filed a Motion For Determination of Good Faith Settlement. On September 23, 2008, Plaintiff filed a Statement Of No Position And Notice Of Non-Appearance with respect to LabOne's Motion. On October 10, 2008, the Navy filed a Statement Of No Opposition with respect to the Motion. Good cause appearing in light of the lack of opposition, this Court has decided to issue these Findings and Recommendation For Determination Of Good Faith Settlement based on the foregoing submissions, without the necessity of a hearing.

After careful consideration of LabOne's Motion and supporting memoranda, and the totality of the circumstances, the Court hereby FINDS that the settlement between Plaintiff and LabOne is in good faith and RECOMMENDS that a determination of good faith settlement be made.

#### RELEVANT LAW

Under Hawaii law, "[a] determination by the court that a settlement was made in good faith shall: (1) Bar any other joint tortfeasor or co-obligor from any further claims against the settling tortfeasor or co-obligor, except those based on a written indemnity agreement; and (2) Result in a dismissal of all cross-claims filed against the settling joint tortfeasor or co-obligor, except those based on a written indemnity agreement." Haw. Rev. Stat. § 663-15.5. A court must examine the totality of the circumstances to determine whether a settlement has been made in good faith for the purposes of § 663-15.5. Troyer v. Adams, 102 Hawai'i 399, 403, 77 P.3d 83, 87 (2003). The good faith and reasonableness of a settlement can also be determined based on uncertainties of recovery on disputed claims as between the settling parties. See Brooks v. Dana Nance & Co., 113 Hawai'i 406, 153 P.3d 1091 (2007).

### DISCUSSION

In its Order Granting Defendant's Motion to Dismiss

Complaint (Docket Entry No. 14), entered herein on February 21,

2008, the Court ruled that LabOne was under no duty with respect
to the Navy's collection and identification of urine samples
where it was precluded by federal regulations from being
involved in collection and identification of such urine samples
and that there were insufficient facts as to Plaintiff's

negligent testing claim and derivative claims against LabOne. The Court twice granted Plaintiff leave to amend his complaint and the settlement between Plaintiff and LabOne arose given the uncertainty of Plaintiff's recovery against LabOne in light of the most recent motion for dismissal that had been filed by LabOne.

Given that the Navy has filed a Statement Of No Opposition to LabOne's current Motion, there is no dispute that the settlement between Plaintiff and LabOne is reasonable and in good faith and, based on the totality of the circumstances, this Court FINDS and RECOMMENDS that the settlement is in good faith for purposes of Haw. Rev. Stat. § 663-15.5, and that LabOne's Motion For Determination Of Good Faith Settlement be GRANTED.

#### CONCLUSION

After careful consideration of LabOne's Motion and supporting memoranda, and the totality of the circumstances, the Court hereby FINDS that the settlement between Plaintiff and LabOne is in good faith and RECOMMENDS that a determination of good faith settlement be made and that LabOne's Motion be GRANTED.

IT IS SO FOUND AND RECOMMENDED

DATED: HONOLULU, HAWAII,

United States Magistrate Judge