## STATE OF LOUISIANA COURT OF APPEAL, FIRST CIRCUIT

FLORIDA GAS TRANSMISSION COMPANY, LLC

NO. 2015 CW 1211

**VERSUS** 

TEXAS BRINE COMPANY, LLC, ET AL

DEC 1 7 2015

In Re:

Occidental Chemical Corporation, applying for supervisory writs, 23rd Judicial District Court, Parish of Assumption, No. 34316.

BEFORE: PETTIGREW, McDONALD, McCLENDON, HIGGINBOTHAM AND THERIOT, JJ.

WRIT DENIED.

MRT JTP

UTP

HMT

McDonald and McClendon, JJ., dissent and would grant the writ and reverse the trial court's July 10, 2015 judgment overruling the exception of arbitration, filed by relator, Occidental Chemical Corporation, and would render judgment sustaining the exception. Furthermore, we would reverse the trial court's July 10, 2015 judgment denying the relator's motion for a stay of proceedings in the district court, pending arbitration, and render judgment granting a stay of the district court proceedings pertaining to the delictual claims filed by Texas Brine Company, LLC, against Occidental Chemical Corporation, in connection with Hooker #1 Well, pending arbitration of these claims. Pursuant to Rule 7 (a) of the American Arbitration Association (AAA) Commercial Rules, the arbitrator shall rule on the existence, scope, or validity of the arbitration agreement, as well as the arbitrability of any claim or counterclaim. Rule 1 of the AAA Commercial Rules provides that the parties shall be deemed to have made the AAA Commercial Rules a part of their arbitration agreement whenever they have provided for arbitration "by the American Arbitration Association under its Commercial Arbitration Rules." Arbitration Clause in the Operating Agreement in this case contains a statement that provides, in pertinent part, "The arbitration shall be conducted in accordance with the Commercial Arbitration Rules of the American Arbitration Association." Accordingly, Rule 7 (a) is applicable in this instance and requires that the question of the arbitrability of the delictual claims filed by Texas Brine Company, LLC against Occidental Chemical Corporation must be submitted to arbitration. Jasper Contractors, Inc. v. E-CLAIM.COM, LLC, 2011-0978 (La. App. 1st Cir. 5/4/12), 94 So.3d 123.

COURT OF APPEAL, FIRST CIRCUIT

FOR THE COURT