### Regular Session, 2012

## HOUSE BILL NO. 618

### BY REPRESENTATIVES ABRAMSON, ADAMS, BERTHELOT, BROADWATER, HENRY BURNS, CARMODY, CHAMPAGNE, COX, DOVE, GAROFALO, GEYMANN, GISCLAIR, GUINN, HARRIS, HARRISON, HAVARD, HENSGENS, HOWARD, HUVAL, KATRINA JACKSON, JEFFERSON, KLECKLEY, NANCY LANDRY, TERRY LANDRY, LIGI, LORUSSO, MILLER, MORENO, JIM MORRIS, PYLANT, REYNOLDS, RICHARD, ROBIDEAUX, SCHEXNAYDER, SIMON, THOMPSON, AND WHITNEY

1	AN ACT
2	To enact Code of Civil Procedure Articles 1552 and 1563, relative to liability for
3	environmental damage; to provide for environmental management orders; to provide
4	for limitations on the effect of an admission of liability; to provide for admissibility
5	of evidence; to provide for referral to the Department of Natural Resources; to
6	provide for admissibility of admission of responsibility; to provide for funding of the
7	department's review; to provide for reimbursement to plaintiff; to provide for
8	primary jurisdiction; and to provide for related matters.
9	Be it enacted by the Legislature of Louisiana:
10	Section 1. Code of Civil Procedure Articles 1552 and 1563 are hereby enacted to read
11	as follows:
12	Art. 1552. Environmental management orders
13	Upon the request of any party in any civil action alleging environmental
14	damage pursuant to R.S. 30:29, or the Department of Natural Resources, office of
15	conservation, the court shall direct the attorneys for the parties to appear before the
16	court to develop an environmental management order. The environmental
17	management order shall authorize all parties to access the property allegedly
18	impacted to perform inspections and environmental testing. The order shall require
19	that all test results be submitted to all parties and the Department of Natural
20	Resources, office of conservation, within thirty days of receipt thereof. Failure by
21	a party to provide the results of testing to the other parties shall preclude that party

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1	from admitting those results into evidence in the civil action. The environmental
2	management order shall include reasonable terms for all of the following:
3	(1) Access to the property.
4	(2) Investigation and environmental testing.
5	(3) Sampling and testing protocols.
6	(4) Specific time frames within which to conduct such testing and sampling.
7	* * *
8	Art. 1563. Limited admission of liability in environmental damage lawsuits; effect
9	A.(1) If any party admits liability for environmental damage pursuant to R.S.
10	30:29, that party may elect to limit this admission of liability for environmental
11	damage to responsibility for implementing the most feasible plan to evaluate, and if
12	necessary, remediate all or a portion of the contamination that is the subject of the
13	litigation to applicable regulatory standards (hereinafter referred to as a "limited
14	admission"). A limited admission shall not be construed as an admission of liability
15	for damages under R.S. 30:29(H), nor shall a limited admission result in a waiver of
16	any rights or defenses of the admitting party.
17	(2) Upon the expiration of the delay in which a party may file a limited
18	admission under Paragraph (A)(5) of this Article, and if one or more of the
19	defendants have made a timely limited admission, the court shall refer the matter to
20	the Department of Natural Resources, office of conservation (hereinafter to as the
21	"department"), to conduct a public hearing to approve or structure a plan which the
22	department determines to be the most feasible plan to evaluate or remediate the
23	environmental damage under the applicable regulatory standards pursuant to the
24	provisions of R.S. 30:29.
25	(3) The limited admission, the plan approved by the department, and all
26	written comments provided by the agencies pursuant to R.S. 30:29(C)(3)(b) shall be
27	admissible subject to the Code of Evidence Articles 702 through 705 and Code of
28	Civil Procedure Art. 1425 as evidence in any action.
29	(4) At any time after the filing of a civil action subject to the provisions of

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1	completion of the environmental testing set forth in the environmental management
2	order issued by the court pursuant to the Code of Civil Procedure Art. 1552, any
3	party may make a limited admission by filing the same into the record of the court
4	proceeding.
5	(5) Any other party who intends to make a limited admission for the same
6	or any other environmental damage shall file it into the record of the court
7	proceeding within sixty days of the filing of the first limited admission by another
8	party. Any limited admission filed by another party after the first limited admission
9	is filed shall be filed no later than ninety days following the completion of the
10	environmental testing set forth in the environmental management order.
11	(6) The party making a limited admission shall be required to deposit with
12	the department sufficient funds to cover the cost of the department's review of the
13	plans or submittals under R.S. 30:29, including the cost of holding a public hearing
14	to approve or structure the feasible plan. The initial payment of these costs shall be
15	in an amount of one hundred thousand dollars. This initial payment shall be
16	deposited prior to or along with the submission of the plan by the admitting party.
17	The admitting party shall be entitled to reimbursement of any portion of the deposit
18	that is unused by the department. Within thirty days of the department's filing of the
19	plan, the party admitting responsibility for implementing the most feasible plan shall
20	reimburse the plaintiff for those costs which the court determines to be recoverable
21	<u>under R.S. 30:29(E)(1).</u>
22	(B) The provisions of this Article shall not establish primary jurisdiction
23	with the Department of Natural Resources.

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- 1 Section 2. The provisions of this Act shall not apply to any case in which the court
- 2 on or before May 15, 2012, has issued or signed an order setting the case for trial, regardless
- 3 of whether such trial setting is continued.

## SPEAKER OF THE HOUSE OF REPRESENTATIVES

# PRESIDENT OF THE SENATE

## GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_