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12	IN THE UNITED STATES DISTRICT COURT	
13	FOR THE NORTHERN DISTRICT OF CALIFORNIA	
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15	THE WILDERNESS SOCIETY, et al., Plaintiffs,	
16 17	v.)	
18	U.S. DEPARTMENT OF THE INTERIOR,) et al.,	No. 3:09-cv-03048-JW
19	Defendants,)	INTERVENORS-DEFENDANTS' STATUS CONFERENCE
20	and) EDISON ELECTRIC INSTITUTE,)	STATEMENT PURSUANT TO THE COURT'S ORDER OF MAY 2, 2011 [Dkt. 52], INCLUDING RESPONSE
21	AMERICAN PUBLIC POWER) ASSOCIATION, NATIONAL RURAL)	TO THE OTHER PARTIES' JOINT STATUS REPORT [Dkt. 53]
22	ELECTRIC COOPERATIVE) ASSOCIATION, AMERICAN GAS)	The Honorable James Ware
23	ASSOCIATION, CHAMBER OF () COMMERCE OF THE UNITED STATES ()	U.S. District Chief Judge
24	OF AMERICA, and NATIONAL) ASSOCIATION OF MANUFACTURERS,)	
2526	Intervenor-Defendants.)	
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Intervenor-Defendants Edison Electric Institute, American Public Power Association,
National Rural Electric Cooperative Association, American Gas Association, Chamber of Commerce
of the United States of America, and National Association of Manufacturers (hereinafter
"Intervenors") file this Status Conference Statement pursuant to the Court's Order of May 2, 2011
(Dkt. 52) and in response to the Status Report filed today by Plaintiffs and Federal Defendants (Dkt.
53).

The Court's May 2 Order directed the parties to file a Joint Status Conference Statement that "provides the Court with an update on settlement discussions including whether the parties have reached an agreement." Order at 2. The Order also stated that if an agreement had not been reached, the parties "shall include in their Statement a good faith proposed schedule as to how this case should proceed." *Id.* And, of critical importance to Intervenors, the Court directed the principal parties to "make every effort to include Intervenor-Defendants in further settlement discussions to the extent that those discussions implicate the interests of Intervenor-Defendants." *Id.* at 1 n.2.

The undersigned counsel conferred with counsel for Plaintiffs and Federal Defendants on June 9, 2011, concerning the contents of the Court-ordered Joint Statement. However, as happened with the those parties' past two joint filings [Dkts. 48, 50], agreement could not be reached, so Intervenors file this separate statement to address the points identified in the May 2 Order.

Update on Settlement Discussions. As in our two other filings since the Court granted our unopposed motion to intervene (Dkts. 49, 51), Intervenors still cannot express a substantive view on the state of settlement discussions, inasmuch as the other parties have not let us participate in them. Thus, we have no way of knowing whether the Plaintiffs and Federal Defendants have "achieved agreement in principle on the substantive points of a proposed settlement," whether there are only two remaining issues, or whether those issues are largely "procedural or ancillary to the substance of the agreement," as the other parties now report. *See* Joint Status Report at 2. Nor, as strangers to the settlement discussions, can we possibly join in those parties' representation that the remaining "narrow ancillary issues do not implicate the interests identified by Intervenors in their motion to intervene." *Id.* at 2. n.1.

Including Intervenors in Settlement Discussions. Intervenors have not been included in settlement discussions yet, despite the Court's May 2 admonition that the Plaintiffs and Federal Defendants "make *every effort* to include Intervenor-Defendants in further settlement discussions to the extent that those discussions implicate the interests of Intervenor-Defendants." Order at 1 n.2 (emphasis added). Those parties justify continuing to exclude Intervenors because, according to them, the "narrow ancillary issues" that remain unresolved "do not implicate" Intervenors' interests. Joint Status Report at 2.

But whatever interests those "ancillary" issues do or do not implicate, the Court's May 2 Order was not so limited when it spoke to Intervenors' participation in settlement discussions. Rather, the Court directed the Plaintiffs and Federal Defendants to make "every effort" to include Intervenors in any "further settlement discussions" that implicated Intervenors' interests – not to conduct further discussions and only then, after achieving agreement on substantive issues, to assess whether the remaining "ancillary" issues warranted Intervenors' involvement. The Court issued the May 2 Order in response to the April 28, 2011 request of the Plaintiffs and Federal Defendants to extend the stay for an additional 150 days – far more than would have been needed if only two "narrow ancillary issues" had remained. See Dkt. 50 at 1. And Intervenors agreed to a limited extension of the stay at that time not to give the Plaintiffs and Federal Defendants license to continue their closed-door negotiating, but to let Intervenors participate and thus advance the goal of reaching a truly negotiated settlement that would be acceptable to all the litigants.

Further, the Status Report filed today is noncommittal about when Intervenors will ever get to see the proposed settlement. *See* Joint Status Report at 2. Will it be before the proposed settlement is presented to the Court, so that Intervenors can have a chance to review it and try to resolve any differences with the other parties? Or will the proposed settlement be a done deal that Intervenors will see for the first time when the settling parties file their motion asking the Court to approve it and dismiss the case? The Joint Status Report does not say.

This settlement has been nearly 21 months in the making. *See* Dkt. 23 (Sept. 22, 2009) (first joint motion to stay proceedings). Intervenors are parties to the case. Giving us a reasonable time to

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review and provide input on the proposed settlement before it is presented to the Court would serve the interests of fairness and judicial economy, as the Federal Rules of Civil Procedure contemplate. *See* Fed. R. Civ. P. 1.

Schedule for Further Proceedings. Intervenors concur in the proposed schedule for briefing on cross-motions for summary judgment in the Joint Status Report (at 3), if this case were ever to reach that stage. But further proceedings might involve instead a motion by Plaintiffs and Federal Defendants to approve a proposed settlement, to which Intervenors might respond and file objections. To address that scenario and our desire to review a proposed settlement before it is presented to the Court, Intervenors suggest that we be given 90 days to review the proposed settlement and try to resolve any differences with the other parties before it is presented to the Court for approval. At that point, the parties could confer and propose, if necessary, a schedule for briefing on the settling parties' motion to approve the settlement. That schedule would depend largely on the extent of our objections; but, given the broad scope of the agency actions challenged in this lawsuit, Intervenors may well need more than the 14 days and 25 pages allowed by Civil L.R. 7-3(a) to respond to any motion to approve a settlement and dismiss the case.

Respectfully submitted, 1 2 Of Counsel: /s/ J. Michael Klise 3 J. Michael Klise (pro hac vice) Edward H. Comer Steven P. Quarles (D.C. Bar No. 351668) Vice President & General Counsel Thomas R. Lundquist (D.C. Bar No. 968123) Henri D. Bartholomot CROWELL & MORING LLP 5 Director, Regulatory Legal Issues 1001 Pennsylvania Avenue, N.W. Edison Electric Institute Washington, D.C. 20004-2595 6 701 Pennsylvania Avenue, NW (202) 624-2500 Washington, DC 20004 Fax: (202) 628-5116 (202) 508-5000 jmklise@crowell.com 8 Steven P. Rice (Cal. SBN 094321) Susan N. Kelly VP, Policy Analysis & General Counsel CROWELL & MORING LLP American Public Power Association 3 Park Plaza 1875 Connecticut Avenue, NW, Suite 1200 20th Floor Washington, DC 20009 Irvine, CA 92614-8505 10 (202) 467-2900 (949) 263-8400 11 Fax: (949) 263-8414 srice@crowell.com Richard Meyer 12 Senior Regulatory Counsel National Rural Electric Cooperative Attorneys for Intervenor-Defendants 13 Association 4301 Wilson Boulevard Arlington, VA 22203-1860 14 (703) 907-5500 15 Michael L. Murray 16 Deputy General Counsel American Gas Association 400 N. Capitol Street, NW 17 Washington, DC 20001 (202) 824-7000 18 19 Robin S. Conrad National Chamber Litigation Center, Inc. Counsel for the Chamber of Commerce 20 of the United States of America 21 1615 H Street, N.W. Washington, D.C. 20062 22 (202) 463-5337 23 Quentin Riegel Vice President, Litigation & Deputy General 24 Counsel National Association of Manufacturers 25 1331 Pennsylvania Avenue, NW Washington, DC 20004-1790 26 (202) 637-3000 27 Dated: June 10, 2011 28