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# IN THE UNITED STATES DISTRICT COUNTY 28 AM 8: 35 FOR THE DISTRICT OF SOUTH CAROLINA

IN RE: LIPITOR (ATORVASTATIN MDL No. 2:14-mn-02502-RMG CALCIUM) MARKETING, SALES PRACTICES AND PRODUCTS CASE MANAGEMENT ORDER NO. 89 LIABILITY LITIGATION This Order relates to cases: 2:14-cv-03173 2:14-cy-03592 2:14-cv-03232 2:14-cv-03894 2:14-cv-03235 2:14-cv-04060 2:14-cv-03239 2:14-cv-04384 2:14-cv-03367 2:15-cv-02377

## Motions to Remand

For the reasons stated below, Plaintiffs' Motions to Remand (Dkt. Nos. 524, 593, 661, 909; Case No. 2:14-cv-03232, Dkt. No. 9; Case No. 2:14-cv-03239, Dkt. No. 15; Case No. 2:14-cv-03235, Dkt. No. 17) are GRANTED.

#### A. Background

Each of these cases was originally filed in California state court against Defendants

Pfizer, Inc. ("Pfizer") and McKesson Corp. ("McKesson"). Plaintiffs allege that Lipitor caused
them to develop Type II diabetes and that, among other things, Defendants did not properly
disclose the risks associated with Lipitor. Defendants removed these actions to federal district
courts in California, asserting (1) diversity jurisdiction and (2) federal jurisdiction under the
Class Action Fairness Act of 2005 (CAFA). While complete diversity is lacking on the face of
the Complaints, Pfizer contends that (a) McKesson was fraudulently joined and should be
disregarded for the purposes of determining whether diversity jurisdiction exists and (b) that
non-California Plaintiffs are fraudulently misjoined and that their claims should be severed.

After removal, these cases were transferred to this MDL by the JPML, and Plaintiffs' filed motions to remand. In addition to lack of subject matter jurisdiction, Plaintiffs also argue that the Court should remand the cases to California federal courts in accordance with CAFA.

The Court referred all but one these motions to remand to the Magistrate Judge. (Dkt. Nos. 528, 601, 665, 884). In the one unreferred motion, the parties agreed to adopt briefing from a prior motion to remand referred to Judge Marchant. (Dkt. No. 909). The Magistrate Judge issued orders granting the motions to remand and ordering that these actions be transferred to the federal district courts in California from which they came. (Dkt. Nos. 737, 1038). However, because it has not been definitively established whether an order of remand is dispositive such that it must be ruled on by a District Judge absent consent of the parties, Judge Marchant ordered that the parties were allowed to file objections to the order of remand and that if any objections were filed, the case be forwarded to this Court for de novo review and final disposition. (*Id.*). Defendants filed objections, Plaintiffs responded, and the parties have filed several notices of supplemental authority and additional briefing. (*See* Dkt. Nos. 755, 796, 829, 845, 867, 889, 894, 1082, 1172, 1194, 1654, 1664, 1673). This matter is now before the Court for de novo review.

## **B.** Discussion

This Court has previously addressed all issues raised by these motions in CMO 87, Dkt. No. 1726. In CMO 87, the Court found that Defendant McKesson was not fraudulently joined as to the California Plaintiffs, that non-California Plaintiffs were not fraudulently misjoined, and that, therefore, the Court lacked diversity jurisdiction over the California actions at issue. (*Id.*). Because the only possible basis for federal jurisdiction was CAFA, the Court suggested to the JPML that the actions be remanded to their transferor court for further proceedings. (*Id.*).

The exact same issues are present here, and the parties submit substantially identical briefing on them.<sup>1</sup> The Court finds no reason that CMO 87 should not apply to the actions at issue here. Therefore, the Court incorporates CMO 87 by reference and suggests that these cases be remanded to their transferor courts.

### C. Conclusion

For the reasons stated above and in CMO 87, the Court GRANTS Plaintiffs' Motions to Remand (Dkt. Nos. 524, 593, 661, 909; Case No. 2:14-cv-03232, Dkt. No. 9; Case No. 2:14-cv-03239, Dkt. No. 15; Case No. 2:14-cv-03235, Dkt. No. 17). The Court finds that it lacks diversity jurisdiction over these actions and that the only possible basis for federal jurisdiction is CAFA. Therefore, the Court **SUGGESTS** to the JPML that these actions be remanded to their transferor courts for further proceedings.

AND IT IS SO ORDERED.

Richard Mark Gergel

United States District Court Judge

November 28 2016 Charleston, South Carolina

<sup>&</sup>lt;sup>1</sup> Indeed, some of the briefing is literally identical. (See Dkt. Nos. 755, 796, 829, 845, 867, 889, 894).