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UNITED STATES DISTRICT COURT
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                EASTERN DISTRICT OF NORTH CAROLINA
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                        SOUTHERN DIVISION
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    IN RE:
4
    CAMP LEJEUNE WATER LITIGATION ) Docket No.
5
                                      7:23-cv-897
 6
               7
                     TUESDAY, MARCH 19, 2024
8
                     STATUS CONFERENCE HEARING
9
                      BEFORE THE HONORABLE:
              ROBERT B. JONES, JR., MAGISTRATE JUDGE
                         In Wilmington, NC
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    APPEARANCES:
12
    On behalf of the Plaintiffs:
    J. Edward Bell, III; Eric Flynn; Hugh R. Overholt
13
    On Behalf of the Defendant:
14
15
    John Adam Bain, Sara Mirsky, Bridget Bailey Lipscomb,
    Joseph Turner, Michael Cromwell
16
17
    Court Reporter:
                         Tracy L. McGurk, RMR, CRR
                         Official Court Reporter
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                         New Bern, NC 28560
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2.1
    Proceedings recorded by mechanical stenography,
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    transcript produced by notereading.
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(Commenced at 10:58 a.m.)

2.1

THE COURT: Good morning, everyone. As you can see, we're in a new courtroom this morning. This is our hearing room. It's new to the building. It historically was Courtroom 2 on the second floor. In this building we have Courtroom 3 on the first floor; Courtroom 1 on the second floor, and now we have Courtroom 2 on the third floor. But thank you for being here.

So I've read the status report. And as we do in each of these, let me know what -- I think I know the answer, but let me know what you guys are waiting to hear from the Court on as far as motions that have ripened as mature.

MR. BELL: Your Honor, the two motions
that -- or the two issues that we would like to bring to
your attention is there is, of course, a motion for
partial summary judgment, and that's pending. There's
also competing orders or competing proposed orders on
the Track 2 discovery issues.

THE COURT: Before we get to the tracks,

I've printed off a motions report, and I've got -- if

anyone has their docket sheet or the docket opened, it's

109, a Motion For Relief from E.D.N.C. Local Rule.

That's relative to the summary judgment motion.

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So you've got a Partial Summary Judgment
1
    Motion on Causation, and there's a Motion For Leave to
2
3
    Appeal.
                MR. BELL:
                           That's correct.
4
5
                THE COURT: And that's my understanding.
6
    Those are the three motions that have ripened that
7
    you're waiting for the Court to issue a ruling on.
    That's correct?
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9
                MR. BELL: Yes, sir. And the Track 2
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    issues.
11
                THE COURT: Okay.
12
                MR. BELL: I'm not sure that's actually a
13
    motion, but we were required to submit a proposed
14
    scheduling order. I use that term --
15
                THE COURT:
                            Right.
16
                MR. BELL: And so because Track 2 has now
17
    been chosen, we're already in deadline periods. That
18
    order is pretty important.
19
                THE COURT: Okay. Tell me first, before we
20
    get to the tracks, tell me first, or just confirm:
2.1
    Everything but Track 1 is in place? You guys are
22
    discovering, taking depositions --
23
                MR. BELL:
                           Every day.
24
                THE COURT: -- and heeding deadlines?
25
                I think that fact discovery was changed,
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right?
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2
                MR. BAIN:
                           The deadline is mid June, Your
3
    Honor, for fact discovery. And then the expert
    disclosures start after that.
4
                THE COURT: So update on Track 2.
5
6
    the diseases have been selected. Right?
7
                MR. BELL:
                           Yes.
                THE COURT: And so what's next?
8
9
                MR. BELL:
                           We were supposed to submit a
    joint scheduling order; if we couldn't agree, submit
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11
    separate ones. There were a couple areas we weren't
12
    able to agree on, so we've submitted counterproposals,
    if you will.
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14
                THE COURT: Right.
15
                MR. BELL:
                           And those are kind of important,
16
    Your Honor, because we are now going into some of those
17
    deadlines, depending on which order is going to be
18
    chosen.
19
                THE COURT:
                           So kind of for those who are
20
    listening at home, can you summarize what those issues
2.1
    are that you want to be heard from the Court on?
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                MR. BELL: Off the top of my head, Your
23
    Honor, one has to do with the time period for when the
24
    selection of the bellwether plaintiffs will be.
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    that's important, of course. So that's the major thing
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that we're concerned about.
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2
                The time to do the depositions and things
3
    like that, I think we're ready to go on all that.
                THE COURT: I'm sorry; could you repeat
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5
    that?
                            There was a motion, I think by
6
                MR. BELL:
7
    the government, to reduce that number from ten to
    eight -- or not a motion, but part of their proposal.
8
9
    So there's a couple of things that would be important
    for us to know.
10
11
                THE COURT: You said the number of
12
    depositions in Track 2?
                MR. BELL: I'm sorry, Your Honor.
13
    supposed to select ten per side for each disease.
14
15
                THE COURT:
                            I see.
                MR. BELL: And so the government has said,
16
17
    or has asked, could you do eight per side?
18
                MR. BAIN:
                           Four per side.
19
                MR. BELL:
                           Excuse me. I'm sorry.
                                                    Four per
20
    side, with a total of eight.
2.1
                MR. BAIN: Eight for each disease.
22
                MR. BELL:
                           We thought that the ten per side
23
    was better, gave us a better way to have representative
24
    samples. Four would only give two each -- or four
25
    each?
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MR. BAIN: Four per side.

MR. BELL: That's kind of --

Is that per judge?

2.1

MR. BAIN: No, it's per disease.

MR. BELL: So if you had four, some judge may only get one, or maybe none on that particular disease, depending on where the selections fall.

If there's a need to reduce that number, we should probably look at it after we make our selection. That's our position.

MR. BAIN: So our proposal is that we should use some of the lessons we've learned in Track 1 in how we do Track 2. It seems apparent to us that 100 plaintiffs is too many and is not necessary to get the information that we need for these diseases going forward in Track 2. And because of us going forward in Track 1, it may be that we'll be able to make Track 2 more efficient.

We propose that the discovery be bifurcated so that the plaintiffs in Track 2 establish general causation first before we get into individual causation for the individual plaintiffs. That doesn't mean we can't go forward and select the plaintiffs and start gathering the records for them. But they should come forward with some evidence showing that the diseases

that are in Track 2 are connected to the water at Camp Lejeune before going forward with more fact-based discovery.

2.1

2.4

We're doing 100 depositions right now in

Track 1 for the diseases that are most likely -
THE COURT: You've done two-thirds of them,

haven't you?

MR. BAIN: We've scheduled, I think, almost every one of them. And we're now going on to fact witness and treating physician depositions.

So we think that we'll have discovery done well on all cases by the June 15th deadline for Track 1.

And we should use some of the things that we've learned from that process to go forward through Track 2.

MR. BELL: I don't disagree with the concept of lessons learned is a good thing, but I'm concerned that if we pick a lower number now, the spread for the judges will be uneven. So we would like to go do the ten and ten like we did do, then come back to the Court and say: All right, let's rethink that and maybe have some that are prioritized. So you could take the ten and ten and say: All right, guys, you all get ready for half of those, or something like that. And that way we think it's a better process.

MR. BAIN: If I could say one more thing,

Your Honor.

2.1

One thing we've learned in Track 1 is that a lot of plaintiffs who are alleging not only that the Track 1 disease is related to the contamination, but they have some other condition that's also independently related to the contamination. And so our thought with the Track 1 is we're just supposed to be focussing on those diseases that were selected for Track 1. So with these plaintiffs with multiple illnesses, it makes it difficult because we have to get experts to look at these different illnesses and say whether or not there's any relationship between these other illnesses for these other plaintiffs.

So we've asked the plaintiffs to let us know how many of their plaintiffs in Track 1 are alleging that additional diseases besides the Track 1 disease related to the contamination. And maybe we can come up with an agreement that we put those plaintiffs aside, because they're going to be more difficult, going to require more experts, and that's really not what Track 1 is supposed to be focused on, and focus on those people who are only claiming the Track 1 disease is related to the contamination.

So that's another issue that we brought up in the Track 2 proposal, that the only plaintiffs

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selected for Track 2 are those people who have just the
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2
    Track 2 diseases related to the water.
3
                MR. BELL: It's going to be difficult,
    Judge, because most of our clients have multiple
4
5
    illnesses. Most of them, the majority.
                THE COURT: Illnesses that are in the
6
7
    lawsuit or illnesses that are not in the lawsuit?
                MR. BELL: Either filed or to be filed.
8
9
    So, for example, we have a client who has Parkinson's
    but also has prostate cancer. So both of those, from
10
11
    our standpoint, we believe are related.
12
                THE COURT: Are these all diseases that have
    been identified?
13
14
                MR. BELL: Yes, Your Honor.
15
                THE COURT: In other words, are they --
    you've seen the list.
16
17
                MR. BELL: Yes, sir. Most of the ones
18
    we're talking about have --
19
                THE COURT: Will at some point be on a
    track?
20
2.1
                           Yes, sir.
                MR. BELL:
22
                So at one time there was a thought:
23
    just try one at a time.
24
                And you can't do that because then you're
25
    required to try your entire case.
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But there are very few -- and we're doing the research, as Mr. Bain has asked us to do. But there are very few of ours that don't have -- when I say "ours," I'm talking Plaintiffs' Leadership -- that don't have multiple problems.

2.1

So we are submitting, I think tomorrow, a proposal to the judges on a Rule 16 conference. And it might be a good time to discuss that.

But one of the things we have coming up,

Judge, is we have a March 27th deadline to opt out of

the Track 2. And because those two orders haven't been
signed, we're concerned about that deadline without us
having identified Track 2 plaintiffs.

So that's kind of where we are on that.

THE COURT: Are there other issues that you wanted to address within Track 2? I just want to flesh this out. I understand they may be in your motion, but I just want to flesh it out at this point.

MR. BELL: We don't disagree that picking a cohort of cases out of the hundred to concentrate on is a good idea.

I think -- for example, we have a couple folks, and we're getting ready to file some motions on them, that all of a sudden they have an end-of-life diagnosis. So we're working on that. And we've

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talked to the government about that.
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2
                So it may be that we should sit down soon
3
    and go through that Rule 16. We think there's some good
    give and take on both sides to work that out.
4
5
    we're probably going to need some guidance to get it
6
    resolved.
7
                THE COURT: Is that it?
                MR. BAIN: I think that's the main thing.
8
9
    I mean, we believe that discovery of Track 2 should be
10
    staged after Track 1 has been finished and that it
11
    should be bifurcated. Those are our main issues.
    that the plaintiff pool should be reduced.
12
13
                THE COURT: And you laid that out in your
14
    filing?
15
                MR. BAIN:
                           Yes.
16
                THE COURT: What about Track 3?
                                                  Is there
    anything to discuss as to Track 3?
17
18
                MR. BELL:
                           There's a time frame in the CMO.
19
    I don't know what the date is right off the top of my
    head.
20
2.1
                MR. BATN:
                           I think we both submitted
    diseases for Track 3.
22
23
                MR. BELL:
                           You're right.
                                            I'm sorry.
                                                         The
24
    Court chose three of our proposals --
                THE COURT: Yours was contingent, I think,
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on what was selected for Track 2. I remember that.
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2
                MR. BELL: I don't want to be presumptuous
3
    to assume, but I'm assuming that maybe the Track 3 would
    be the balance of those five others. That's kind of
4
5
    what we're going on.
                THE COURT: All right.
6
7
                Well, how about our favorite topic,
8
    discovery.
9
                There are two motions on my motions report:
                Docket Entry 81, which is Plaintiff's Motion
10
11
    to Compel Document Production in Response to the First
12
    Set of Request For Production, filed on 12/14.
                And then it looks like Defendant's
13
    Cross-Motion for Protective Order at Docket Entry 93,
14
    filed 12/21.
15
16
                Are those moot, or is there still stuff
    we're talking about?
17
18
                           Well, here's our issue, Judge.
                MR. BELL:
    We need to have some help. And I'm not sure if that
19
20
    would help the government or not. But we're getting
2.1
    rolling production. And we don't know when that's
22
    going to be finished.
                            The formal response says:
23
    get it to you before the end of fact discovery, which
24
    means, if you use that deadline, we could get documents
25
    or production the week before the deadline in June.
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Up until now we haven't gotten any privilege logs of any substance. We had some from the prior cases. But I recognize it's hard to do a privilege log until you've completed the discovery. We understand the issue. But we still have got to have some finality on our request.

2.1

And that motion is pending, but I'm not sure it's ripe. We could argue it, but then if they're still getting documents and looking and trying, I see that as well.

THE COURT: I think there were parts of the motion that we've already addressed.

MR. BELL: That's correct.

THE COURT: And so I just want to know what remains in that.

MR. BELL: Our first request to the Court is that we get some date by which we can say this is -- in other words, your production is complete, and how long after that or at that same time will we get privilege logs?

Now, privilege logs are important, Your Honor. Just for an example, early on in this case we learned through the government that they are going to rely on a 2009 scientific study. And we anticipate that there will be privilege logs on that study. We

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have already seen large redactions of information from
1
2
    the study, or from the materials. And so we obviously
    need to address that.
3
                But we don't want to file a motion until
 4
5
    we've had a chance to know: All right, this is your
6
    privilege log; let's have a meet and confer; let's try
7
    to work it out and see where we go.
8
                So timing is important. We just need to
9
    know those dates.
10
                THE COURT: Okay.
11
                Mr. Bain?
12
                MR. BAIN: I'd like Ms. Mirsky to address
    this.
13
                MS. MIRSKY: Sarah Mirsky for the United
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15
    States.
16
                We can provide plaintiffs with a written
17
    update on the status of the various productions.
18
    have largely completed those productions. But we can
    provide an updated timeline shortly.
19
20
                As to the privilege logs --
2.1
                THE COURT: So you're doing the rolling
22
    production, and they just don't know what's coming next?
23
                MS. MIRSKY: Yes.
24
                THE COURT: So you can give them closure on
    that, a status of: Hey, guys, RFP 2 is done; it's
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1
    complete. Expect no more. Is that right?
2
                MS. MIRSKY: Yes, sir. We can do that, and
3
    we can also update --
 4
                THE COURT: Is that helpful?
                MR. BELL: Yes, of course it is.
5
                THE COURT:
                            Okay.
 6
7
                MS. MIRSKY: And we can update our formal
    responses as well so that they reflect that information
8
9
    so that we're all working off of the same set of
    information.
10
11
                THE COURT: Okay.
12
                MS. MIRSKY: As to the privilege logs, I
    believe there is one outstanding from the EPA.
                                                      They're
13
    reviewing 37 documents out of thousands that we've
14
15
    produced. And we expect to have that privilege log
    ready in the next few weeks.
16
17
                There are privilege logs that are being
18
    reviewed by ATSDR currently. And we have let
19
    plaintiffs know that we will be producing those on a
20
    rolling basis as well.
2.1
                So we can work with plaintiffs to make sure
    that they have the information that they need.
22
23
                MR. BELL:
                           That's all I can ask for.
24
                But I'm a little worried that the -- well,
25
    we'll look at their final -- their notice, Judge.
                                                         But
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our concern, of course, is we've got to get some of this
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2
    information to experts.
3
                THE COURT:
                            Right.
                I mean, you see the concern, right? They've
 4
5
    got a deadline.
6
                MS. MIRSKY:
                             I do.
                                     And the United States
7
    has been producing millions of pages of documents.
    we are working with plaintiffs to try to prioritize
8
9
    anything that they need more expeditiously.
                As I said, I believe that most of our
10
11
    productions from the agency-specific documents are
12
    complete at this point. But we will work with
13
    plaintiffs to find out if there's anything else that
    they need at this time.
14
15
                THE COURT: Is that good?
16
                MR. BELL: Yes, Your Honor. In fact, we
17
    have a meet and confer after the hearing today on a
18
    couple of issues.
19
                THE COURT: All right. Good.
20
                I wanted to ask about a settlement matrix,
2.1
    but I think that's probably premature.
                                              Is it?
                                                      Wе
22
    don't have anything to put in it, right?
23
                MR. BELL:
                           We'd be glad to put some numbers
24
    in it, Your Honor. I'm not sure that's --
25
                THE COURT: Is the one at the DON the one
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the Navy is doing?

2.1

MR. BAIN: The Navy is working on their database, and they're ingesting all the -- they've got it online now, and they're ingesting historical material into it that they've accumulated.

I think what we need to do -- and we need to work with the Plaintiffs Resolution Committee -- is to try to see how far we can get on the questionnaire that we've been working on, which is going to provide information that will go into a settlement matrix. So that's where we are right now in that global settlement process. There are a few issues on the questionnaire that still need to be resolved. And that's where we were looking down the line possibly a settlement master getting involved and helping us to resolve those issues.

Once those issues are resolved, then what values are put into the matrix, whether that requires feedback from decisions of the Court or whether a special master can help us get those values set, that's further down the line.

The questionnaire is the first part of the process. And then whether we need a database to house the information from the questionnaire separate from the Navy's database -- hopefully the Navy's database information can be transferred to the other database or

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be used, because they're accumulating a lot of
1
2
    information on the disease, the plaintiff, the
    representative, where they lived, things like that.
3
                So I think we're making some progress.
 4
                                                         Wе
5
    kind of stopped for a while as we were seeing if a
6
    settlement master was going to be appointed.
                                                   But based
7
    on the conference we had two weeks ago, we need to
8
    restart that process, I think, and keep it going.
                                                         So
    that's where we are on that.
                THE COURT: Would it be helpful for the
10
11
    Court to give some instructions on that?
12
                                   Especially if there's
                MR. BELL:
                           Yes.
13
    going to be some movement toward a master or not.
                                                          Ιf
    we knew that, then that would tell us what we need to
14
15
    do.
16
                We have a little bit of a procedural -- we
17
    believe certain things need to be done first before
18
    certain, you know --
19
                THE COURT:
                            Right.
20
                MR. BELL: And we're at odds on that, and
2.1
    I'm a not sure it can be resolved without some help.
22
                MS. BASH (telephonically): Can you hear me,
23
    Your Honor? I don't know if others can hear me.
24
                THE COURT: I don't know who you are, but I
25
    can hear you.
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This is Zina Bash from the 1 MS. BASH: 2 Plaintiffs' Leadership Group. May I speak on this? 3 THE COURT: Sure. MS. BASH: I'm sorry I wasn't able to be 4 5 there today. But just echoing some of what Mr. Bain said, 6 7 we have been making, I think, substantial progress on the questionnaire itself. 8 9 And when we talk about a matrix, what we see the questionnaire doing is feeding into or becoming 10 11 visually a matrix. And so when we talk about a 12 questionnaire, it will actually become data fields in a matrix. 13 And we did pause, as Mr. Bain said, when we 14 15 thought that the appointment of a settlement master was imminent, kind of to give him a chance to catch up to 16 17 where we were, see where we had reached points of 18 disagreement, and go from there. 19 But we can easily pick back up where we left 20 off and continue to make progress until there is a 2.1 settlement master in place. And that's actually on my 22 plate. And I plan to put kind of our turn, the PLD's 23 turn of the questionnaire back to the DOJ this week. 2.4 MR. BELL: We probably need to discuss that, 25 Your Honor, within our group.

1 THE COURT: Okay. 2 What else should I know about anything? 3 Well, obviously our concern early MR. BELL: on was that the government didn't include us at all in 4 5 their values they put into the EO option. They won't 6 negotiate --7 THE COURT: That's just an offer, right? MR. BELL: It is. But we think a 8 9 settlement master or someone should help us with the 10 methodology of what we're going to do with the matrix. 11 In other words, if the matrix is going to be taken and then they're going to make an offer, and that's it, then 12 13 they can make an offer already. So it's the process we're concerned about right now. 14 THE COURT: I would expect, if you're 15 talking about the lawsuits versus the admin claims, I 16 17 would assume that the settlement discussions -- however 18 you want to describe them -- in the lawsuit will be more 19 of a give and take like a typical mediation versus what 20 I'm describing as the admin claims through the EO. 2.1 Right? 22 MR. BELL: Yes and no. We haven't gotten 23 any indication that there would be anything like that. 24 They are taking it, in essence, Judge -- and this 25 happens in every case -- they're taking our very best

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cases and trying to get those settled in the EO, which
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2
    is interesting. But we are not able to call them back
3
    and say: Well, we'll take X. They won't let us
4
    counteroffer. So there's really nothing right now
5
    going on in that regard.
6
                MR. BAIN: Yes, Your Honor.
                                              The EO was
7
    intended, as I think Judge Dever said, an off-ramp to
8
    litigation, so that people could get an offer early.
9
    The negotiated settlements are going to take time.
10
                THE COURT: But it's not negotiated.
11
    just an offer.
12
                MR. BAIN: It's just an offer, right.
                                                         And
13
    it's been successful. Forty-three to date have been
                That's a very high percentage of the offers
14
    accepted.
15
    that have been made, both in the litigation and in the
16
    administrative process.
17
                THE COURT: Of the ones -- of the cases that
18
    have come into the court, how many of those have done
    the off-ramp?
19
20
                MR. BAIN:
                           Eighteen.
2.1
                THE COURT: Eighteen?
22
                MR. BAIN:
                           Yes.
23
                And so far only 11 have been explicitly
24
    rejected; 35 have expired by the terms; and some are
25
    still pending. But we're continuing to examine cases
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to see whether they're eligible for this, both in the administrative process and in the litigation.

2.1

2.4

In fact, we think we'll be finished with looking at the cases in litigation sometime this summer or fall, so we'll have gone through all those cases to see whether they're eligible for EO offers.

The administrative claims, of course, is much more open, and there could be a lot more in that process that would be eligible.

THE COURT: The administrative claims process closes in August; is that right?

MR. BELL: Well, as of -- there's an issue there.

THE COURT: Isn't there a deadline?

MR. BELL: The way the statute reads, there actually may not be. If you read the statute, it says the deadline is this and this. But the deadline is your illness has to accrue prior to the statute passing, which is August 2022.

But then there's a provision in there that -- there's no provision that says you've got to file your claim prior to August 10, 2024. It just says you can't file it if it doesn't accrue before that.

MR. BAIN: Our position is that there is a limitations period, and the claims do have to be filed

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by August 10, 2024. So we hope at that time we'll have
1
    a picture of what the global number of claims is.
2
3
                THE COURT: Have we talked about all the
4
    discovery? I thought there was some water -- ATSDR
5
    water health project files.
                                 Is that right?
6
                MR. BELL: We're trying to save the best for
7
    last.
                Eric Flynn, who is one of my law partners,
8
9
    Your Honor, is going to address your order that was
10
    issued on the files of ATSDR. The issue is on the
    water --
11
12
                THE COURT: Which is different, right?
                MR. BELL: Different --
13
14
                THE COURT: Water Modeling versus --
15
                MR. BELL: We are the ones that are trying
    to put our stuff together for them. They haven't
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17
    gotten that yet because we haven't completed. We're
18
    trying to get our technical people to see how we could
19
    search their database. If you recall, the protected
20
    state registries is what we're talking about on that
2.1
    one. That's a separate issue. But we're working on
22
    that.
23
                But the issue of the -- remember the mirror
24
    image motion we had? The order came down. We have a
25
    request to reconsider that.
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THE COURT: Following the order?
1
2
                MR. BELL: Following the order.
3
                THE COURT: I didn't resolve it all?
                                                         Τ
4
    created more problems?
                           I think so -- well, most
5
                MR. BELL:
6
    respectfully, Your Honor, we see some potential
7
    problems, and we're concerned about it.
                And I'll ask Mr. Flynn if he can address it.
8
9
                THE COURT:
                           Okay.
                Do you know of this, Mr. Bain?
10
11
                MR. BAIN: I wasn't -- I thought they might
12
    seek some type of reconsideration, but they have not met
    with us.
13
14
                THE COURT: You all haven't talked about it?
                           Well, Mr. Bell did make some
15
                MR. BAIN:
    remarks late last week about it, but we didn't have any
16
17
    type of meet-and-confer negotiation about it.
18
                            I just wondered how much I need
                THE COURT:
    to hear about it today versus --
19
20
                MR. BELL: We're not going into the facts.
2.1
    We're going to talk about procedural issues.
22
                THE COURT:
                           Okay. Go ahead.
23
                MR. FLYNN: Good morning, Your Honor.
24
    Flynn from Bell Legal Group. It's short; I promise.
                So I think what we would request
25
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respectfully is that we have a time period within which
1
2
    to file a motion for reconsideration. I think it's
    going to take the government a little bit longer than
3
    that time period to provide us the information.
4
5
    would just ask that we hold that time period in abeyance
6
    so we can just look at what's there and then make a
7
    decision as to whether or not to seek reconsideration.
                THE COURT:
                            What do I need to reconsider?
8
                                                             Ι
9
    thought I gave you what you wanted.
10
                           No, Your Honor.
                MR. BELL:
11
                THE COURT: No, I didn't?
12
                MR. BELL:
                           None of the -- the mirror image
                           And so what we'd ask -- this
13
    file was not allowed.
    Friday is the deadline for reconsideration.
14
15
    government still has time to produce everything.
16
                THE COURT: And they're in the process of
    doing that; is that right?
17
18
                MR. BELL:
                           Right.
19
                So what we're asking is just allow us to
20
    have an extension or hold in abeyance, and let's see
2.1
    what they produce. If we can put it back together, we
22
    won't need to come back to see you.
23
                THE COURT:
                            What do you want, like, 14 days
24
    after they produce?
25
                           That would be great, Your Honor.
                MR. BELL:
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THE COURT: Any objection to that? 1 2 MR. BAIN: No, Your Honor. 3 THE COURT: Okay. 4 MR. BELL: Thank you. 5 MR. FLYNN: Thank you. THE COURT: Anything else? 6 7 Well, I want to bring up again MR. BAIN: the issue raised last time, which is the Common Benefit 8 Order. And I know Mr. Bell was going to look into 10 that, that it doesn't apply to the EO offers that were 11 made either as part of the litigation or the Navy. 12 Hopefully Mr. Bell has had time to talk with colleagues 13 about it. I just wanted to make sure that that's clear 14 on the record, that both parties agree that the holdback 15 does not apply to those settlements. MR. BELL: Well, we're working on that, 16 17 because it's tricky, Judge. 18 Without getting into the facts now, we're 19 trying to figure out when that particular group of EO 20 offers ends. In other words, if that EO goes for the 2.1 life of the case, then we have a problem with that in 22 regards to the way the CMO may apply to that. So we're 23 working on that. We'll get with the government on it. 24 We're trying to wade through it ourselves. 25 THE COURT: Is there a preferred time to

```
rule on that issue or make a decision on that?
1
2
                MR. BAIN:
                           Well, we'd like to have it
3
    clarified. We're making payments without doing a
    holdback from these payments. So if that's not what
4
5
    was intended in the order, which we think it was
    intended in the order, then we need to know that sooner
6
    rather than later.
7
                I think, talking to others on the
8
9
    plaintiffs' committee, that that's the understanding.
10
    But I want to make sure that all the plaintiffs are in
11
    agreement to that. And so it may be that we just need
12
    to talk further and make sure it's clarified.
                                                     But I
13
    just -- I don't want to hang it out there too long and
14
    us not to get it set on the record what the
15
    understanding is.
16
                THE COURT: Okay.
17
                Anything else?
18
                           Nothing right now, Your Honor.
                MR. BELL:
19
                As we discussed last time, we think the next
20
    hearing would be in a month instead of two weeks.
2.1
                THE COURT: A month? Is that a sign that
22
    progress is being made?
23
                MR. BELL: Well, I thought it was a pretty
24
    good day today. So we've also, Your Honor, pursuant to
25
    the Court's request, brought some updated data for the
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1
    Court.
2
                THE COURT: Census?
3
                MR. BELL: Yes, Your Honor.
                THE COURT: Excellent.
4
                What do you think?
5
6
                MR. BAIN:
                            I'm fine with skipping the next
7
    hearing and having it, what, four weeks from now?
                MR. BELL:
8
                           Yes.
9
                And if it's okay, Judge, if we need you, as
    you indicated early on in your order, we could give you
10
11
    a ring.
12
                THE COURT: Any time. I'm available any
    time.
13
                I would assume that the value of these is
14
15
    more than what we're just talking about here in the
    courtroom. You guys see each other face to face;
16
    you're working things out, planning things.
17
18
                MR. BELL: We have a meet and confer today.
19
                THE COURT: That's what's going on, right?
20
                MR. BAIN: Uh-huh.
2.1
                THE COURT: I would assume that you're doing
22
    that when you're not here as well.
23
                So I guess that's April, mid April, late
24
    April?
25
                MR. BELL: April 19, I believe, Your Honor.
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THE COURT: So I selected, of the days in
1
2
    the week when I set these dates, I surveyed the calendar
3
    for the day of the week that seems to avoid public
    holidays, and that was Tuesday. Are Tuesdays good?
4
5
                MR. BELL:
                           They're good for us, Your Honor.
                            So on April 16th I start a
                THE COURT:
6
7
    three-day stretch of criminal matters in New Bern.
                                                          Ι
    don't think I'm going to have time for a status
8
9
    conference. I could do it maybe the 15th.
                                                 That's a
             Or we could set it for the 23rd, which is a
10
    Monday.
11
    Tuesday.
12
                MR. BELL:
                           The 15th sounds good to us.
13
                MR. BAIN:
                           Personally the 23rd would be
    better for me. I'll be somewhere else that weekend
14
15
    before the 15th for a wedding. It will be hard to get
    here the morning of the 16th for me.
16
17
                MR. BELL:
                           We always agree to a wedding.
18
                THE COURT:
                           Mr. Bell, the 23rd?
19
                MR. BELL: Yes, Your Honor.
20
                THE COURT: Do you all think taking a month
2.1
    off, at least from coming to see me, is going to be
22
    problematic?
23
                MR. BELL:
                           Judge, if you wanted to have a
24
    telephone conference or something, if you'd like.
25
                            Why don't we consider that.
                THE COURT:
                                                           Ιf
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we could do that, maybe --
1
                           We could do it --
2
                MR. BELL:
3
                THE COURT: -- two weeks' time?
                MR. BELL:
4
                           Yes.
                THE COURT: I'll look at that.
5
                MR. BELL: Maybe zoom or something like
6
7
    that.
                           That would be fine, Your Honor.
8
                MR. BAIN:
9
                MR. BELL: Your Honor, maybe I'll take a tie
    with me on my vacation.
10
11
                MR. BAIN: I wanted to let you know we've
12
    hired a couple staff who will be in North Carolina at
    the courthouse in Raleigh. We have Michael Cromwell
13
    here today, he is an attorney; and Davalene Flowers, a
14
15
    paralegal. They will be -- ultimately they'll be at
    the courthouse in Raleigh. We'll have some people
16
17
    locally here.
18
                                    Thank you very much.
                THE COURT:
                           Okay.
19
                MS. BASH: Your Honor -- Your Honor --
20
                THE COURT: Yes, ma'am.
2.1
                           Zina Bash again.
                MS. BASH:
                                               I just wanted
    to say one more thing about the settlement master.
22
23
                I think Mr. Bain would agree with this.
                                                          But
24
    while we are making progress on the questionnaire
25
    itself, and I think we'll continue to make good
```

progress, I do think that it would be very helpful to us for the process of a settlement master to be appointed if there is going to be a new process. There are some things that it would be helpful to get clarity on early on so that we don't go too far down a path of the questionnaire without some macro -- what I call kind of, like, macro-level design questions to be adjudicated between the parties. So to the extent that the Court is considering that, we, on the plaintiffs' side, think it would be very helpful to have somebody appointed to do that. And I think DOJ would agree. I'm not in the room, so I can't see what Mr. Bain is thinking. But I just wanted to leave that with the Court.

2.1

THE COURT: So the Court would weigh in on the contents of the questionnaire? Is that what you're saying? Or you just want --

MS. BASH: No, not the content of the questionnaire. Kind of what Your Honor had talked about before with appointing somebody to help resolve disputes. Right? So kind of discrete disputes that come up along the way. So maybe it would be the questionnaire, but I don't think -- it would kind of just be designing the questionnaire and answering some of the bigger level questions.

DOJ, for example, has resisted some of the

plaintiffs' proposals. But they have also said that if we did have a neutral hear both sides and adjudicate, let's say, for example, that design dispute, then they would be willing under many circumstances to abide by the decision of the neutral to kind of break a logjam.

2.1

2.4

So it would be in that capacity that we had envisioned the settlement master and had discussed having a settlement master to adjudicate those things.

We, on the plaintiffs' side, still believe that would be a helpful person to be involved in the discussions.

MR. BELL: I think you said earlier, Your Honor, that we'll be hearing from the Court on that. So I think some of this is premature until we hear.

THE COURT: What do you think?

MR. BAIN: Yes, Your Honor, I agree with Ms. Bash that we had been talking about the questionnaire, and we had kind of reached some points where we had some differences that a settlement master would help us resolve with respect to how we, for example, value economic losses. And so that's when we kind of came to the Court and said we think a settlement master would be helpful to help us talk through those and maybe reach some agreements on how we do that.

THE COURT: My recollection is it sounded like that was -- you all were expecting that to be baked

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1
    into that person's role, that they would reach a
    decision on what's in that questionnaire.
2
3
                 MR. BELL: Help guide us through.
                 THE COURT: All right.
4
5
                 MR. BELL: So I guess what we're saying is
6
    if there's going to be a settlement master, we don't
7
    want to proceed on another track.
8
                 If there's not going to be one, we need to
9
    know that as well.
10
                 THE COURT: Because he or she may undo what
    you've done. I've got it.
11
12
                 All right. Thank you very much.
13
                 (Concluded at 11:36 a.m.)
14
15
16
17
18
19
20
21
22
23
2.4
25
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CERTIFICATE I, Tracy L. McGurk, RMR, CRR, Federal Official Court Reporter, in and for the United States District Court for the Eastern District of North Carolina, do hereby certify that the foregoing is a correct transcript from the record of proceedings in the above-entitled matter. /s/ Tracy L. McGurk 3/21/2024 Tracy L. McGurk, RMR, CRR Date