## UNITED STATES DISTRICT COURT DISTRICT OF COLUMBIA

DISTRICT OF COLUMBIA,

Plaintiff,

v.

EXXON MOBIL CORP., EXXONMOBIL OIL CORPORATION, ROYAL DUTCH SHELL PLC, SHELL OIL COMPANY, BP P.L.C., BP AMERICA INC., CHEVRON CORPORATION, CHEVRON U.S.A. INC.,

No. 1:20-cv-01932-TJK

Defendants.

## **DEFENDANTS' NOTICE OF SUPPLEMENTAL AUTHORITY**

Exxon Mobil Corp., ExxonMobil Oil Corporation, Royal Dutch Shell PLC, Shell Oil Company, BP p.l.c., BP America Inc., Chevron Corporation, and Chevron U.S.A. Inc. ("Defendants") write to notify the Court of supplemental authority in support of their Opposition to Plaintiff's Motion to Remand. *See* Doc. No. 51. On April 1, 2021, the Second Circuit affirmed the dismissal of a complaint brought by the City of New York against energy companies, including several Defendants here, to recover damages for climate change. *See City of New York* v. *Chevron Corp.*, No. 18-2188, 2021 WL 1216541 (2d Cir. Apr. 1, 2021) (attached as Exhibit A). Defendants discussed the district court's decision in *City of New York* extensively in their brief opposing remand. *See* Doc. No. 51 at 13, 18, 25.

The Second Circuit's decision confirms that the Attorney General's claims necessarily arise under federal law and that artful pleading cannot obscure the claims' federal nature.

Addressing that question as to the City of New York's similar claims, the Second Circuit held that federal common law, and not state law, governs claims seeking redress for global climate change, a "uniquely international problem of national concern [that is] not well-suited to the application of state law." *City of New York*, 2021 WL 1216541 at \*1. Although the City of New York had pleaded only state-law claims in its complaint, the Second Circuit explained that "[a]rtful pleading cannot transform" a complaint seeking redress for the effects of climate change into "anything other than a suit over greenhouse gas emissions." *Id.* at \*5. The court concluded that the City could not "disavow[] any intent to address emissions" while "identifying such emissions" as the source of its harm. *Id.* The court rejected the plaintiff's framing of the action as a local issue, and found instead that the true nature of the claims amounted to a "clash over regulating worldwide greenhouse gas emissions and slowing global climate change." *Id.* "Such a sprawling case," the court held, "is simply beyond the limits of state law." *Id.* at \*6.

In addition, the Second Circuit held that the action raised "significant federalism concerns." Id. Permitting the suit to proceed under state law, the court reasoned, would risk "upsetting the careful balance" struck by Congress and the Executive Branch between preventing climate change, on the one hand, and "energy production, economic growth, foreign policy, and national security, on the other." Id. at \*7. The Second Circuit also rejected the City's attempt to sidestep "numerous federal statutory regimes and international treaties" regulating greenhouse gas emissions by pressing state-law claims seeking to recover damages for harms allegedly caused by those emissions. Id. at \*1. Finally, with respect to other decisions holding that federal common law creates a preemption defense and thus does not support removal, the court explained that it need not decide whether the claims at issue "give rise to a federal question for purposes of removal" because the plaintiff had "filed suit in federal court in the first instance." *Id.* at \*8. In any event, Defendants' argument for removal is not based on a preemption defense but on the fact that the Attorney General's claims necessarily arise under federal law, and the Second Circuit's rationale in disposing of the plaintiff's claims—that they "must be brought under federal common law" because they are "federal claims"—clearly supports removal. Id. at **\*9**.

DATE: April 9, 2021

Respectfully submitted,

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## **CERTIFICATE OF SERVICE**

I hereby certify that, on April 9, 2021, I caused the foregoing Notice of Supplemental Authority to be electronically filed using the Court's CM/ECF system, and service was effected electronically pursuant to Local Rule 5.3 to all counsel of record.

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