

TABLE OF CONTENTS

PREFACE	V
Introduction: The Problem(s) of Complex Litigation.....	1
PART 1. AGGREGATING CASES	
Chapter 1. Some Vocabulary and Basic Principles.....	13
A. Benefits of Aggregation	13
1. Cost Internalization.....	13
2. Lowering Transaction Costs	14
3. Equalizing Investment Incentives.....	15
4. Buying “Global Peace”	16
5. Ensuring the Fair Treatment of Alleged Victims.....	17
B. Drawbacks of Aggregation	18
1. Overdetering Behavior.....	18
2. Increasing Transaction Costs	19
3. Creating Agency Costs	22
4. Ethical Concerns.....	25
5. Depriving Individuals of Their “Day in Court”.....	26
6. Changing the Political Dynamics in Society.....	27
C. Limits on Aggregation.....	28
1. Subject-Matter Jurisdiction	29
2. Venue.....	32
3. Territorial Jurisdiction.....	32
D. Four Strategies to Avoid Repetitive Litigation.....	35
Chapter 2. Joinder.....	39
A. Claim Joinder.....	39
B. Party Joinder	42
1. Voluntary Joinder.....	42
a. Rule 20.....	42
i. Strategic Considerations in Rule 20 Joinder	46
ii. Limitations on Rule 20 Joinder.....	47
b. Interpleader.....	52
2. Required Joinder.....	58
a. Rule 19(a): Required Persons	59
b. Rule 19(b): “Indispensable” Parties	62
3. Intervention	64
a. Intervention of Right	65
b. Permissive Intervention	71
C. An Assessment of Joinder.....	72
Chapter 3. Consolidation, Transfer, and Removal	75
A. Consolidation Within a District.....	75
B. Transfer Between Districts.....	79
1. Section 1404 Transfers	80
2. Section 1407 (Multidistrict) Transfers	83
3. Other Possible Transfer Authorities	92

TABLE OF CONTENTS

C.	Transfer Between Federal and State Courts.....	93
1.	Federal-to-State Transfer	93
2.	State-to-Federal Transfer: Removal.....	93
3.	Cooperation	98
D.	An Assessment of Consolidation.....	99
Chapter 4. Stays and Injunctions		101
A.	<i>In Rem</i> Litigation	101
B.	<i>In Personam</i> Litigation	103
1.	Stays and Injunctions Between Federal Courts	103
2.	Stays and Injunctions Between State Courts.....	105
3.	Stays and Injunctions in Transnational Litigation.....	107
4.	Stays and Injunctions Between State and Federal Courts	108
a.	Federal-Court Stays in Favor of State-Court Litigation	108
b.	State-Court Stays in Favor of Federal-Court Litigation	113
c.	State-Court Injunctions Against Federal-Court Litigation	115
d.	Federal-Court Injunctions Against State-Court Litigation	116
C.	An Assessment of Stays and Injunctions.....	122
Chapter 5. Preclusion		125
A.	Claim Preclusion.....	126
B.	Issue Preclusion.....	131
C.	An Assessment of Preclusion	138
Chapter 6. Class Actions		139
A.	An Overview of Class Actions	140
B.	The Elements of Rule 23	149
1.	The Rule 23(a) Prerequisites	150
a.	A Defined “Class”: Herein of “Ascertainability”.....	151
b.	Membership in the Class.....	155
c.	Rule 23(a)(1): Numerosity	156
d.	Rule 23(a)(2): Commonality	157
e.	Rule 23(a)(3): Typicality	159
f.	Rule 23(a)(4): Adequacy of the Class Representative	163
2.	The Rule 23(g) Prerequisite	170
3.	The Final Element: Satisfying One Rule 23(b) Requirement.....	175
a.	The “Inconsistent Standards” Class Action: Rule 23(b)(1)(A).....	176
b.	The “Impaired Interest” Class Action: Rule 23(b)(1)(B).....	179
c.	The Injunctive Class Action: Rule 23(b)(2)	186
d.	The Opt-Out Class Action: Rule 23(b)(3).....	190

TABLE OF CONTENTS

C. Jurisdictional Issues Regarding Class Actions..... 199

1. Territorial Jurisdiction..... 199

 a. Territorial Jurisdiction over Plaintiffs 199

 b. Territorial Jurisdiction over Defendants 204

2. Subject-Matter Jurisdiction 205

D. Settlement Class Actions 212

E. Preclusion, Full Faith and Credit, and Collateral Attack 215

1. The Scope of Claim Preclusion..... 215

2. Adequacy Redux..... 218

3. Collateral Attack..... 219

4. Full Faith and Credit and Transnational Class Actions: Resolving Claims Beyond a Court’s Boundaries 221

F. Settling as a Tactic to Moot the Class Action 223

G. Conclusion 225

Chapter 7. Alternative Approaches to Resolve Mass

Litigation 227

A. Other Litigation Processes..... 227

1. Bankruptcy..... 228

 a. Substance 228

 b. Jurisdiction and Procedure 232

 i. Subject-Matter Jurisdiction..... 233

 ii. Removal 233

 iii. Venue and Transfer 234

 iv. Territorial Jurisdiction 235

 v. Staying Related Litigation 235

 vi. Joining or Precluding Nonparties 236

 vii. Other Provisions..... 237

 c. Accommodating Bankruptcy to the Needs of Mass Litigation 238

 i. The Estimation Process 238

 ii. Using the Bankruptcy Forum to Aggregate Claims Against Other Defendants 239

 iii. Resolving the Claims of “Future Future” Plaintiffs 242

 d. Summary 245

2. *Parens Patriae* Actions 245

3. Criminal and Civil-Enforcement Proceedings 248

B. Administrative Processes..... 249

C. Private Processes 251

1. Corporate Settlements..... 251

2. Arbitration..... 252

D. Conclusion 256

Chapter 8. Conflict of Laws..... 257

A. A Primer on Conflict of Laws..... 258

1. Horizontal Choice-of-Law Principles..... 258

 a. Substantive Law 259

 b. Procedural Law 263

TABLE OF CONTENTS

c.	Constitutional Constraints on Horizontal Choice of Law	265
2.	Choice of Law in a Federal System	268
a.	Substantive Law	268
b.	Procedural Law	273
B.	Solving Choice-of-Law Issues in Complex Litigation.....	277
1.	Manipulating Choice-of-Law Principles.....	277
2.	Using Federal Law	281
3.	Creating National-Consensus Law.....	283
4.	Applying the Law of the Most Restrictive State.....	284
5.	Choosing a Single Law with a Right to Opt Out	286
6.	Developing a Unique Choice-of-Law Principle	286
C.	Conclusion.....	288

PART 2. THE PRETRIAL PROCESS

Chapter 9. Case Management and Judicial Structure	291
A. The Rise of Case Management	291
B. Establishing a Judicial Structure.....	294
C. Ethical Responsibilities of Judicial Officers	299
D. Conclusion.....	301

Chapter 10. Selecting Counsel.....	303
A. Establishing the Counsel Structure	303
B. Ethical Issues in Group Representation	309
C. Withdrawal from Group Representation	312
D. Conclusion.....	313

Chapter 11. Narrowing Issues	315
A. Pleading Issues in a Complex Case.....	316
1. Heightened Pleading in Complex Cases.....	317
2. The Consolidated (or Master) Complaint.....	319
B. Post-Pleading Issue-Narrowing Devices	322
1. Traditional Devices.....	322
2. Modern Case-Management Devices	327
a. Establishing Early, Firm Dates	327
b. Bifurcation.....	330
c. <i>Lone Pine</i> and Similar Orders.....	333
d. Expert Panels.....	337
e. Encouraging Pretrial Stipulations.....	338
f. Promoting Settlement.....	339
C. Conclusion.....	342

Chapter 12. Streamlining Disclosure and Discovery.....	343
A. Traditional Discovery	343
B. Techniques to Make Discovery More Effective.....	347
1. Making Discovery Run More Smoothly.....	348
a. The Discovery Plan	348
b. The Document Preservation Order.....	349
c. Identifying and Depositing Documents	350
d. Umbrella Protective Orders	351

TABLE OF CONTENTS

e. Using Discovery from Prior Litigation 353
f. Handling Electronically Stored Information..... 355
g. Limiting the Quantity of Information 358
h. Staging Discovery 359
2. Resolving Discovery Disputes Efficiently..... 362
C. Conclusion..... 364

PART 3. THE TRIAL PROCESS

Chapter 13. Selecting the Counsel and Adjudicators for Trial.....367
A. Restructuring the Counsel Relationship..... 368
B. Restructuring the Adjudicator..... 370
1. Changing the Factfinder 370
a. Replacing the Jury 370
b. Replacing or Aiding the Judge as Factfinder 374
2. Restructuring the Law-Giver..... 376
C. Conclusion..... 377

Chapter 14. Narrowing Issues at Trial379
A. Bifurcation 379
B. Trial by Formula..... 383
C. Bellwether Trials 389
D. Time Limits..... 390
E. Narrative or Summary Evidence..... 392
F. Other Techniques 393
G. Conclusion..... 394

Chapter 15. Enhancing Factfinder Comprehension395
A. Amending the Usual Order and Structure of Trial..... 395
B. Using Technology 397
C. Aiding the Jury..... 399
1. Questions by Judge and Jury..... 399
2. Commentary on the Evidence..... 401
3. Jury Notetaking..... 401
4. Better Jury Instructions..... 402
5. Changing the Deliberation Process 403
D. Court-Appointed Experts and Masters 404
E. Conclusion..... 405

PART 4. THE REMEDIAL PHASE

Chapter 16. Determining a Remedy After Judgment or at Settlement409
A. Remedies in a Judgment..... 410
1. Injunctive Relief..... 411
2. Monetary Relief..... 416
B. Remedies in a Settlement 419
1. Consent and Approval in Class Actions 420
2. Consent and Approval in Non-Class Aggregation 434
3. Scope of the Release..... 437

TABLE OF CONTENTS

C. Using Masters and Adjuncts in Determining a Remedy	439
D. Conclusion.....	440
Chapter 17. Implementing the Remedy.....	441
A. Implementing Injunctive Remedies	441
1. Removing Impediments to Implementation	442
2. Overseeing the Implementation of the Remedy	444
3. Dealing with Third-Party Intransigence.....	445
B. Implementing Monetary Remedies	447
1. Distributing Money.....	448
2. Dealing with Third-Party Intransigence.....	453
C. Conclusion.....	455
Chapter 18. Attorney's Fees	457
Epilogue	467
TABLE OF CASES	471
INDEX.....	483