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By: John F. Dickinson, Jr. Deputy Attorney General (609) 984-4863

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By: William J. Jackson, Special Counsel (713) 355-5000

NEW JERSEY DEPARTMENT OF ENVIRONMENTAL PROTECTION, THE COMMISSIONER OF THE DEPARTMENT OF ENVIRONMENTAL PROTECTION and THE ADMINISTRATOR OF THE NEW JERSEY SPILL COMPENSATION FUND,

Plaintiffs,

٧.

OCCIDENTAL CHEMICAL CORPORATION, TIERRA SOLUTIONS, INC., MAXUS ENERGY CORPORATION, MAXUS INTERNATIONAL ENERGY COMPANY, REPSOL YPF, S.A., YPF, S.A., YPF HOLDINGS, INC., YPF INTERNATIONAL S.A. (f/k/a/ YPF INTERNATIONAL LTD.) and CLH HOLDINGS.

Defendants.

MAXUS ENERGY CORPORATION AND TIERRA SOLUTIONS, INC.,

Third-Party Plaintiffs,

٧.

3M COMPANY, et al.,

Third-Party Defendants.

GORDON & GORDON 505 Morris Avenue Springfield, New Jersey 07081

By: Michael Gordon, Special Counsel (973) 467-2400

SUPERIOR COURT OF NEW JERSEY LAW DIVISION - ESSEX COUNTY DOCKET NO. ESX-L9868-05 (PASR)

Civil Action

CERTIFICATION OF WILLIAM C. PETIT
IN SUPPORT OF REPLY BRIEF IN SUPPORT
OF PLAINTIFFS' MOTION FOR PARTIAL
SUMMARY JUDGMENT AGAINST
OCCIDENTAL CHEMICAL CORPORATION
AND MAXUS ENERGY CORPORATION

I, William C. Petit, do hereby certify as follows:

A. I am an attorney of the law firm of Jackson Gilmour & Dobbs, PC, Special

Counsel to Plaintiffs, the New Jersey Department of Environmental Protection, the

Commissioner of the New Jersey Department of Environmental Protection and the

Administrator of the New Jersey Spill Compensation Fund ("Plaintiffs"), in the above-

entitled action.

B. I have been admitted Pro Hac Vice to practice before the Court in the

pending matter and I am fully familiar with the discovery and documents presented in

this certification.

C. This Certification is made in support of Plaintiffs' Reply Brief in Support

of Plaintiffs' Motion for Partial Summary Judgment against Defendants Occidental

Chemical Corporation ("OCC") and Maxus Energy Corporation ("Maxus").

D. Attached as Exhibit 74 is a true and accurate copy of two letters between

representatives of OCC and representatives of Maxus, regarding the entry of a Consent

Decree, as produced by OCC to Plaintiffs in this litigation, Bates marked

OCCNJ0102501-0102505.

E. Attached as Appendix A is a true and correct copy of the unpublished

opinion in 206-36th Street, LLC v. Wick, 2009 WL 2253226 (App. Div. 2009).

F. I hereby certify that the foregoing statements made by me are true. I am

aware that if any of the foregoing statements made by me are willfully false, I am subject

to punishment.

William C. Petit

Dated: July 1, 2011

EXHIBIT 74



...

Occidental Chemical Corporation

Michael J. Rudick
Vice President and General Counsel

July 26, 1989

Paul W. Herring, Esq. Associate Counsel Maxus Energy Corporation 717 N. Harwood Street Dallas, TX 75201

RE: Newark Consent Decree

Dear Mr. Herring:

Pursuant to your letter request of July 25, I am returning the three signature pages from the final version of the Consent Decree for remediation of the Newark site, executed by Occidental Chemical Corporation as the successor to Diamond Shamrock Chemicals Company. We understand that you will be delivering them to EPA for inclusion in the final settlement package with EPA and New Jersey DEP. Please provide us with copies as executed by the governments, and keep us advised as to the filing with the Court.

Consistent with our discussion on July 5, it is Occidental's position that under Maxus Energy's indemnification obligation, and commitment to defend, it will be Maxus Energy, rather than Occidental, which will be in all respects fulfilling the Consent Decree and carrying out the remedy at the Newark site, including, without limitation, entering into and overseeing the performance of remedial contracts and carrying out any waste disposal activities associated with the remedies. In addition, Maxus should obtain any renewal or replacement letter(s) of credit, and the required liability insurance.

We also note the provisions of the Consent Decree related to the retention of records associated with the Newark site, and the obligations in this regard explicitly imposed by Section XIX of the Consent Decree upon Maxus



Occidental Chemical Corporation

Paul W. Herring, Esq. July 26, 1989 Page 2

Energy. In short, the involvement of Maxus Energy is clear to all, and the complete administration of the remedy by Maxus will serve to simplify matters, rather than confuse them.

Very truly yours

Michael Jorudick

Vice President and General Counsel

MJR/lr

cc: J. Roger Hirl

Thomas L. Jennings Gerald M. Stern, Esq.

bcc: R. Rajaji

Privileged Material Redacted

summons, and all requirements as to service of pleadings and other papers set forth in Federal Rule of Civil Procedure 5, and any applicable local rules of this Court, shall be deemed to be met by service of process by mail upon the following authorized agents:

FOR OCCIDENTAL CHEMICAL CORPORATION, as successor to Diamond Shamrock Chemicals Company:

Authorized agent for service of process:

Michael J. Rudick Vice President and General Counsel Occidental Chemical Corporation 5005 LBJ Freeway Occidental Tower Dallas, Texas 75244

By:

Vice President and General

Counsel

Occidental Chemical Corporation

FOR CHEMICAL LAND HOLDINGS, INC.

Authorized agent for service of process:

D. L. Smith
President
Chemical Land Holdings, Inc.
717 North Harwood Street
Dallas, Texas 75201

By:

D. L. SMITH

President

Chemical Land Holdings, Inc.

POLA MACH

OCCIDENTAL ELECTROCHEMICALS CORPORATION

July 10, 1987

Maxus Energy Corporation 717 North Harwood Street Dallas, Texas 75201

Attention: W. E. Notestine

Gentlemen:

Reference is made to a certain Supplemental Administrative Consent Order dealing, in part, with research related to property at 80 Lister Avenue, Newark, New Jersey, and to the potential biological and environmental impacts of dioxin, as such Supplemental Administrative Consent Order is proposed for signature by the New Jersey Department of Environmental Protection, and as attached hereto (without appendices) as Attachment 1 (hereinafter the "Order").

Maxus Energy Corporation, as part of its ongoing efforts to achieve resolution of environmental matters at the former Newark plant site, has negotiated the Order with the New Jersey DEP and Maxus has requested that Occidental Electrochemicals Corporation, formerly named Diamond Shamrock Chemicals Company (hereinafter "OEC") execute the Order in the form attached as Attachment 1.

OEC agrees to execute the Order, in consideration of the following agreements between OEC and Maxus:

- 1. The Newark plant site is an "inactive site" as defined in Subsection 9.03 (a) (iv) of the Stock Purchase Agreement dated September 4, 1986, related to the sale of the stock of OEC (the "Agreement"), and, as such, is a subject of the indemnification provisions of Section 9.03 of the Agreement. Maxus is defending matters associated with the Newark plant site in accordance with Section 9.04 of the Agreement.
- 2. Any claim of any nature made or arising against OEC as a result of the entry of OEC into the Order, or arising from the performance of the work to be performed pursuant to the Order shall be subject to the indemnification of OEC by Maxus pursuant to Section 9.03 of the Agreement, and shall be defended by Maxus pursuant to Section 9.04 of the Agreement.
- 3. Any and all costs associated with compliance with the Order, including, but not limited to, the payments referred to in Paragraphs 6 and 7 of the Order, shall be disbursed directly by Maxus on behalf of OEC. Maxus shall obtain the letter of credit referred

Confidential OCCNJ0102504

to in subparagraph 6 (b) of the Order against the credit of Maxus, rather than OEC, and all fees, costs, guarantees, or other commitments necessary to be made in connection with the obtaining of such letter of credit shall be made directly by Maxus and not by OEC. A copy of the letter of credit will be provided to OEC simultaneously with its delivery to the New Jersey DEP.

If the above conforms to the understandings of your company, would you please so indicate in the space provided below on the copy of this letter and return it to the undersigned. Thank you.

Very truly yours,

OCCIDENTAL ELECTROCHEMICALS CORPORATION

2 5 -25 5 to 12

AGREED:

MAXUS ENERGY CORPORATION

Vice President &

Title: Deputy General Counsel

Date: July 16, 1987

APPENDIX A

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Only the Westlaw citation is currently available.

UNPUBLISHED OPINION. CHECK COURT RULES BEFORE CITING.

Superior Court of New Jersey,
Appellate Division.
206-36TH STREET, LLC, Plaintiff-Respondent,
v.
Otto WICK, Defendant-Appellant.

Argued March 18, 2009. Decided July 30, 2009.

On appeal from the Superior Court of New Jersey, Law Division, Hudson County, Docket No. L-1789-06.

<u>Christine Gillen</u> argued the cause for appellant (Diktas Schandler Gillen, attorneys; Ms. Gillen, on the brief).

Robyne D. LaGrotta argued the cause for respondent.

Before Judges <u>STERN</u>, <u>RODRÍGUEZ</u> and <u>ASHRA</u>-FI.

PER CURIAM.

*1 Defendant Otto Wick (Seller) appeals from the May 8, 2008 judgment of \$79,342.50 in favor of 206-36th Street, LLC (Buyer). We affirm.

It is undisputed that Buyer agreed to purchase real estate, located at 206-208 36th Street in Union City. The property, which was used as an embroidery factory for several years, needed environmental renovations due to lead contamination. Thus, the property is subject to the Industrial Site Recovery Act (ISRA), N.J.S.A. 13:1K-6 to -35, which is implemented by the New Jersey Department of Environmental Protection (NJDEP). The factory building had wooden floors in some areas. In addition, part of the property consisted of open grassy areas.

Buyer purchased the property with the intention of demolishing the existing structure and erecting a multi-unit residential dwelling. Seller agreed to tender a No Further Action (NFA) letter from the NJDEP "on or before closing." An NFA letter is a "written determination by [NJDEP] that, based upon an evaluation of the historical use of the industrial establishment and the property ... there are no discharged hazardous substances or hazardous wastes present at the site of the industrial establishment...." N.J.S.A. 13:1K-8. The NFA letter also provides that "any discharged hazardous substances or hazardous wastes present at the industrial establishment ... have been remediated in accordance with applicable remediation regulations." Ibid.

On the day before closing, Seller's attorney sent a letter stating that all environmental work had been completed, although the NFA letter had not been received. The letter referenced a report received from Seller's engineer, H2M Associates, Inc. (H2M). In its "Site Investigation, Remedial Investigation, Remedial Action Report," H2M found that:

[T]he remedial activities conducted onsite have addressed operational environmental impacts on the subject property identified

... and additional intrusive remedial activities (e.g. soil removal) are not likely to be required by the NJDEP. Implementation of a deed notice recognizing existing engineering controls (e.g. the building) should be adequate to address the historic fill onsite, contingent upon NJDEP's review and approval of the attached document.

The closing occurred on February 27, 2004. However, the NFA letter was not provided by Seller. According to Paul Hanak, a shareholder of the Buyer corporation, Seller's counsel represented at closing that an NFA letter would be available "in about a week or two." According to Richard Molinari, another shareholder of the Buyer corporation, the NJDEP later imposed a \$10,000 fine on the Seller for transferring the property without either an approved remediation action report or an NFA letter. *N.J.S.A.* 13:1K-13b. After numerous futile attempts were made to get the Seller to pay the fine, Buyer, with approval from the NJDEP, paid the fine in order to move the process forward.

About six weeks after the closing, the NJDEP completed its review of H2M's report. Pei C. Huang, a case manager for NJDEP's Bureau of Risk Management, noted that "[a]n institutional control via a deed restriction along with the identification of the appropriate engineering control for the subject site shall be submitted for NJDEP's review." In response, H2M prepared a document to address additional site investigation activities performed on the property. H2M acknowledged that, "due to the presence of historic fill ... an application for a deed of environmental restriction on the subject property will be submitted to the NJDEP under separate cover. The [deed restriction] application will include a proposed engineering control consisting of a cap over the subject property." Subsequently, Huang informed the project engineer from H2M that she was satisfied with the results noted in the response letter and that the NFA letter would be issued upon receipt of the deed notice.

*2 More than a year after the closing, Buyer prepared the deed notice, which was forwarded to the NJDEP. In response to the receipt of the draft deed, the NJDEP advised Seller's counsel that Seller had violated ISRA by failing to either obtain an NFA letter prior to closing, receive an NJDEP approved remedial action workplan, or execute a remediation agreement pursuant to *N.J.A.C.* 7:26B-1.10(c).

Buyer hired PetroScience, Inc. (PetroScience) to develop the remedial action workplan. PetroScience completed the workplan in July 2005. Thus, it was not until sixteen months after the closing that Buyer was able to begin construction on the property.

Buyer sued Seller to recover damages resulting from Seller's transfer of the property in violation of ISRA and the delay of the project. Seller filed an answer. After a period of discovery, both parties moved for summary judgment. Judge Hector R. Velazquez denied the motions for summary judgment and ordered an extension of discovery.

Buyer again moved for summary judgment. Seller cross-moved for summary judgment. Judge Velazquez granted summary judgment to Buyer as to liability and denied Seller's cross-motion for summary judgment. The judge found:

[U]nder the circumstances I think the statute is

clear. If the-it is the responsibility of the seller to comply with the ISRA requirements. It is clear from the statutory language that if the seller fails to cleanup the industrial property or to-or fails to shift the burden of such to seller via written contract, the owner of the industrial establishment shall be strictly liable without regard to fault for all remediation costs and for all direct and indirect damages resulting from a failure to implement the remedial action work plan.

In the present case I don't believe that there is any competent evidence that the parties agreed either orally or in writing that the seller-I mean the purchaser or the plaintiff in this case would assume the responsibility for the cleanup, would resume [sic] the responsibility for the issuance of the-of the no further action letter.

Seller moved for reconsideration. The judge denied the motion for reconsideration, finding that "all of the issues raised in this motion were previously raised on the motion for summary judgment" at which time these issues were handled "adequately and completely."

The matter proceeded to a bench trial on damages only before Judge Mark A. Baber. Edward William Redfield, the General Manager for PetroScience, and Richard Molinari testified for Buyer. Redfield, through PetroScience, was retained by Buyer in early summer 2005 to prepare the remedial action workplan and to oversee all of the work performed in furtherance of said plan. Redfield testified regarding the amounts paid out in furtherance of receiving NJDEP approval based on his experience with NJDEP related matters and his knowledge of this particular project. Contrary to Seller's contentions, Redfield also specifically testified that the \$10,000 fine assessed by NJDEP was against Seller, and not Buyer, for the ISRA violation.

*3 Richard Molinari testified to the \$10,000 fine and oversight costs that Buyer was forced to pay in order to proceed with the project. Molinari further testified to the signatures on all relevant checks submitted into evidence in support of its case for damages. Christos J. Diktas, Huang, Seller, Charles Martello, Paul Hanak and Stephen Spector testified for the Seller.

Seller argued that the evidence with regard to the relationship between the expenses testified to and the failure of Seller to provide an NFA letter was not causally linked by the testimony. The judge denied the motion, finding sufficient the testimony of Molinar and Redfield that the costs would not have incurred but for the fact that an NFA letter was not provided at closing. After the close of Buyer's case, Seller moved to dismiss Buyer's case and requested entry of judgment in favor of Seller. Again, at the end of all evidence, Seller moved for judgment on behalf of Seller based on a lack of causation in the evidence presented by Buyer. The judge denied for the same reasons the motion was denied at the close of Buyer's case.

In a written opinion, Judge Baber found as a fact that Buyer did incur the expenses set forth and that those expenses were in fact incurred in satisfying NJDEP's concerns so that development of the property could proceed. The judge noted that he found Molinari and Redfield credible. Furthermore, the judge found that Seller did not succeed in creating doubt that certain expenses claimed by Buyer were not in fact incurred. The judge awarded \$79,342.50 in damages to Buyer, based on the following:

\$23,107.81 paid to PetroScience, Inc.;

\$715.50 for Public Service Sewer fee;

\$5,800.00 to Environmental Technologies Group, required by Buyer's financing bank to oversee the remediation work;

\$25,000.00 to Union City Builders for work at the site;

\$160.00 to Federal Rent-a-Fence to satisfy a NJDEP requirement that access to the site be restricted until the remediation was completed;

\$10,267.56 for real estate taxes and \$1,645.00 for insurance costs from the date of the closing to June 30, 2005, the period of time during which Buyer was unable to proceed with its development of the property due to the need to satisfy DEP's requirements;

\$12,646.63 to DEP, of which \$10,000 was a fine imposed on Seller and not paid by him.

Buyer moved for counsel fees, relying on <u>Dorofee</u> v. <u>Pennsauken Twp. Planning Bd.</u>, 187 N.J.Super. 141, 144-45 (App.Div.1982). Judge Baber denied the motion.

On appeal, Seller contends that Judge Velazquez erred by: (1) denying summary judgment to Seller; (2) and premising strict liability upon failure to deliver an NFA letter at closing. We disagree.

Judge Velazquez correctly analyzed the issue before him. "ISRA requires owners and operators of industrial establishments to demonstrate that the property is environmentally sound as a precondition to sale or transfer of the property or the closure of a business." In re R.R. Realty Assocs., 313 N.J.Super. 225, 228 (App.Div.1998). See N.J.S.A. 13:1K-7. A transferor's failure to perform a remediation and obtain department approval as required pursuant to the provisions of ISRA "entitles the transferee to recover damages from the transferor, and renders the owner or operator of the industrial establishment strictly liable, without regard to fault, for all remediation costs and for all direct and indirect damages resulting from the failure to implement the remedial action workplan." N.J.S.A. 13:1K-13a.

*4 In <u>Dixon Venture v. Joseph Dixon Crucible Co.</u>, 122 N.J. 228, 232 (1991), the Supreme Court confirmed that a private right of action exists under the act. See N.J.S.A. 13:1K-13a. In *Dixon* the court held, pursuant to the requirements of the Environmental Cleanup Responsibility Act (ECRA), FNI ISRA's predecessor, that the seller will be subject to absolute liability without regard to fault, unless the parties contractually agreed to shift the costs and obligations arising under the act. <u>Dixon</u>, supra, 122 N.J. at 232, 234.

<u>FN1.</u> *N.J.S.A.* 13:1K-6 to -13 (now repealed).

Here, Seller transferred the property to Buyer without NJDEP approval or a remedial action workplan as required by ISRA. See N.J.S.A. 13:1K-9c. There was no remediation agreement allowing for transfer pursuant to an authorization letter. See Ibid. Therefore, strict liability attached to Seller "for all remediation costs and for all direct and indirect damages resulting from the failure to implement the remedial action workplan." N.J.S.A. 13:1K-13a. There

was no proof that, pursuant to ISRA, Buyer contractually assumed this responsibility. It is clear that Seller did not follow any of the above procedures provided for pursuant to ISRA and thus the motion judge did not err in finding Seller "strictly liable, without regard to fault." *Ibid.*

Seller also argues that the motion record established that Seller had procured informal approval of his remedial actions after closing. However, this alleged "informal" approval was obtained after the closing date. ISRA requires the approval of either the negative declaration or remedial action workplan prior to transferring ownership. *N.J.S.A.* 13:1K-9c. Thus, Seller admits that at the time of closing, ISRA requirements were not satisfied.

Furthermore, nothing in the statute allows for informal approval as a substitution for formal approval by the NJDEP. Again, the statute requires NJDEP approval of the negative declaration in the form of an NFA letter or the approval of a remedial action workplan at the time of closing. *N.J.S.A.* 13:1K-9c.

Seller next argues that he performed the requisite remediation for a commercial building and that Buyer precluded final NJDEP approval in eliminating the structure. However, this argument fails because there is no evidence that NJDEP approved of the remediation at the time of closing. Again, Huang's communication regarding the issuance of the NFA letter occurred five months after the closing and was not an actual approval of remediation but rather a statement of the potential future issuance of an NFA letter.

Seller also contends that the trial judge erred in denying his motions for judgment at the close of Buyer's case and at the close of all evidence because Buyer failed to carry its burden to prove that the alleged damages were proximately caused by Seller's violation of ISRA. We disagree.

We have held that it is clear "the only remedy available to a present owner of a contaminated site who has conducted a 'swift and thorough cleanup through [the] regulatory process' is damages." <u>Dixon Venture v. Joseph Dixon Crucible Co.</u>, 235 N.J.Super. 105, 111 (App.Div.1989), aff'd as modified, 122 N.J. 228 (1991). Accordingly, ISRA authorizes the buyer of property transferred in violation of the act to

maintain an action for money damages against the seller. *N.J.S.A.* 13:1K-13a. The remedial section of ISRA relevant to this case provides:

*5 Failure of the transferor to perform a remediation and obtain department approval thereof as required pursuant to the provisions of this act ... entitles the transferee to recover damages from the transferor, and renders the owner or operator of the industrial establishment strictly liable, without regard to fault, for all remediation costs and for all direct and indirect damages resulting from the failure to implement the remedial action workplan.

[*N.J.S.A.* 13:1K-13a (emphasis added).]

In construing ISRA's plain language, we held that a seller is strictly liable to remedy any environmental contamination found on the site. *In re R.R. Realty Assocs.*, *supra*, 313 *N.J.Super*. at 235-36. There is no limitation on a buyer's right to seek redress from the prior owners of the property. *Id.* at 236. *See Dixon. supra*, 235 *N.J.Super*. at 110.

Seller relies on <u>Bahrle v. Exxon Corp.</u>, 279 <u>N.J.Super.</u> 5, 36-37 (App.Div.1995), *aff'd*, 145 <u>N.J.</u> 144 (1996) to support the argument that Buyer's damages were not of the nature contemplated by ISRA. However, *Bahrle* is distinguishable on its facts because it involved the **Spill Act**, FN2 which precludes damages based on emotional distress, enhanced risk of disease, and loss of enjoyment of their properties. *Ibid.*

<u>FN2.</u> Spill Compensation and Control Act, *N.J.S.A.* 58:10-23.11 to -50.

This case does not involve the **Spill Act** and does not involve the damages precluded from coverage in *Bahrle*. Rather, Buyer sought and Judge Baber awarded damages resulting directly from the Seller's failure to implement the remedial action workplan or to adhere to ISRA.

Seller also contends that the Buyer failed to carry its burden to prove that its damages were proximately caused by the tort alleged, relying on the proposition that expert testimony is required as to any issue that is beyond the "common knowledge of lay persons." *Froom v. Perel, 377 N.J.Super.* 298, 318 (App.Div.), certif. denied, 185 N.J. 267 (2005) (quoting Kelly v.

Berlin, 300 N.J.Super. 256, 265-66 (App.Div.1997)). However, Redfield, the general manager for PetroScience, testified as an expert in environmental consulting remedial management and submitted an expert report. The judge qualified him as an expert witness by telling counsel to "go ahead" with the questioning following Redfield's testimony regarding his credentials and expertise.

Seller further argues that ISRA does not confer a private cause of action for the recovery of costs incurred to accomplish redevelopment of industrial property for residential use. This is not what the statute requires. The statute allows damages to accrue from Seller's failure to implement an approved remedial action workplan. As discussed, Seller failed to obtain an approved workplan. The damages Buyer is claiming stem directly from Seller's failure to perform pursuant to ISRA by obtaining such an approved workplan. If Seller had remedied the property by providing a cap over the entire surface as was required by the NJDEP, Buyer would not have incurred some of the claimed damages. Moreover, the lead level in the property exceeded both industrial non-residential levels. Because of the grassy areas and partial wooded floor, remediation requires placement of an engineering cap consisting of concrete.

*6 As previously discussed, strict liability remained with Seller here because liability was not contractually shifted to Buyer. Accordingly, Seller is liable "for all remediation costs and for all direct and indirect damages resulting from the failure to implement the remedial action workplan." *N.J.S.A.* 13:1K-13a. Therefore, the only issue for trial was as to what costs and expenses resulted from Seller's failure to implement the remedial action workplan.

Appellate review of the trial court's denial of a motion for judgment made at the close of plaintiff's case and the close of all evidence is evaluated under the same standard applied by the trial court. The standard is "whether 'the evidence, together with the legitimate inferences therefrom, could sustain a judgment in ... favor' of the party opposing the motion." *Dolson v. Anastasia, 55 N.J. 2, 5-6 (1969)* (quoting *R. 4:37-2(b)).* If it can then the motion should be denied. *Ibid.* Here, from our review of the record, we conclude that the motions at the end of plaintiff's case and at the close of all evidence, were properly denied. In short, the proofs presented could sustain a

judgment in Buyer's favor.

Our scope of review of a trial court's fact-finding is a limited one. Trial court findings are ordinarily not disturbed unless "they are so wholly insupportable as to result in a denial of justice," and are upheld wherever they are "supported by adequate, substantial and credible evidence." *Rova Farms Resort, Inc. v. Investors Ins. Co. of Am.*, 65 *N.J.* 474, 483-84 (1974). Deference is especially appropriate "when the evidence is largely testimonial and involves questions of credibility." *In re Return of Weapons to J.W.D.*, 149 *N.J.* 108, 117 (1997).

Judged by that standard, we conclude that the proofs presented by Buyer and the facts undisputed by Seller, amply support the damage award.

Seller finally contends that the judge made erroneous evidentiary rulings clearly capable of producing an unjust result. Specifically, Seller argues that the judge erred in precluding Seller from introducing documentary or testimonial evidence of the parties agreement regarding continuation of the tenancy in the existing building post-closing and any other evidence relative to pre-closing events on the ground that such evidence was irrelevant to damages. We reject this argument by Seller.

A judge is to focus on "the logical connection between the proffered evidence and a fact in issue." Furst v. Einstein Moomjy, Inc., 182 N.J. 1, 15 (2004) (quoting State v. Hutchins, 241 N.J.Super. 353, 358 (App.Div.1990)). Because Judge Velazquez granted partial summary judgment on liability, Seller was held to be strictly liable pursuant to ISRA and the only issue before Judge Baber related to damages. Therefore, Judge Baber did not err in finding Seller's evidence irrelevant as evidence that the continued use was to be an embroidery factory had no logical connection to the damages incurred.

*7 Affirmed.

N.J.Super.A.D.,2009. 206-36TH Street, LLC v. Wick Not Reported in A.2d, 2009 WL 2253226 (N.J.Super.A.D.)

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