NEW JERSEY DEPARTMENT OF LAW AND PUBLIC SAFETY DIVISION OF LAW

REQUEST FOR QUALIFICATIONS FOR SPECIAL COUNSEL FOR NATURAL RESOURCE DAMAGES LITIGATION, 2018

RESPONSE TO QUESTION

September 6, 2018

- QUESTION: Section 8.3 of the Request for Qualifications for Special Counsel for Natural Resource Damages Litigation states, in part: "In no event will the fee for specific retainer be determined by the firm making a fee application to the court." How is this requirement reconciled with <u>NJ SEED</u> <u>v Campbell</u> and R. 1:21-7 which require that application to the court be made for recoveries in excess of \$3 million?
- ANSWER: Pursuant to Section 8.3 of the Request for Qualifications for Special Counsel for Natural Resource Damages Litigation, once the Attorney General decides to retain a firm, the Attorney General and the firm will negotiate the structure of the retainer fee. It is this negotiated fee that forms the basis of the retained firm's application, pursuant to <u>NJ SEED v. Campbell</u> and <u>R.</u> 1:21-7, for any fees in excess of \$3 million. The firm is not unilaterally determining the appropriate fee. Rather, the firm, with the approval of the Division of Law, applies to the court for approval of a fee calculated pursuant to the negotiated fee structure.