



invalidated a California law that mandated certain disclosures of insurers who wanted to do business in the state. The issue concerns companies that might have been implicated in the Holocaust. California's law forced insurers to disgorge information about their involvement; the Court said that the federal government had already worked out a deal with Swiss and German authorities. But unlike in *Crosby*, the "federal policy" was not a statute but quite literally a *letter* from then-Deputy Secretary of the Treasury Stuart Eizenstat. Little wonder that *Garamendi* was a 5-4 decision.

Interestingly, this does not appear to be a doctrinal issue with an ideological base. In *Garamendi*, the dissent was joined by the unlikely combination of Ginsburg, Stevens, Scalia, and Thomas; Justice Souter, perhaps the Court's greatest defender of state prerogatives, wrote the opinion for the majority (which is undoubtedly why then-Chief Justice Rehnquist assigned him the opinion).

*Garamendi* has been criticized by many commentators (including myself). But it remains the law, and one could easily see a Palin or Romney Administration issuing "policy statements" explicitly designed to subvert WCI. Even the EPA's endangerment finding might qualify under the *Garamendi* tripwire. It's hardly a slam dunk, and it's not obviously clear who would have standing to challenge the WCI trading scheme, but you can believe that the lawyers for polluters are working on it as I write this.