

FILED IN THE
U.S. DISTRICT COURT
EASTERN DISTRICT OF WASHINGTON

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF WASHINGTON

Feb 01, 2021

SEAN F. McAVOY, CLERK

STATE OF WASHINGTON;
COMMONWEALTH OF VIRGINIA;
STATE OF COLORADO; STATE
OF DELAWARE; STATE OF
ILLINOIS; COMMONWEALTH OF
MASSACHUSETTS; DANA
NESSEL, Attorney General on behalf
of the people of Michigan; STATE OF
MINNESOTA; STATE OF
NEVADA; STATE OF NEW
JERSEY; STATE OF NEW
MEXICO; STATE OF RHODE
ISLAND; STATE OF MARYLAND;
STATE OF HAWAI'I,

Plaintiffs,

v.

UNITED STATES DEPARTMENT
OF HOMELAND SECURITY, a
federal agency; DAVID PEKOSKE,
in his official capacity as Acting
Secretary of the United States
Department of Homeland Security;
UNITED STATES CITIZENSHIP
AND IMMIGRATION SERVICES, a
federal agency; TRACY RENAUD, in
his official capacity as Senior Official
Performing the Duties of Director for
United States Citizenship and
Immigration Services,

Defendants.

NO: 4:19-CV-5210-RMP

ORDER DENYING DEFENDANTS'
MOTION FOR RECONSIDERATION

1 BEFORE THE COURT is a Motion for Reconsideration from Defendants
2 U.S. Department of Homeland Security, et al.¹ of the Court's Order granting in part
3 and denying in part DHS's motion to dismiss this case. ECF No. 254. The Court
4 has reviewed DHS's Motion, ECF No. 254, Plaintiffs'² response in opposition to
5 reconsideration, ECF No. 258, DHS's reply, ECF No. 259, the relevant law, and is
6 fully informed.

7 BACKGROUND

8 The States are challenging DHS's regulatory redefinition of who to exclude
9 from immigration status as "likely . . . to become a public charge." 8 U.S.C. §
10 1182(a)(4)(A); *see* Inadmissibility on Public Charge Grounds, 84 Fed. Reg. 41,292
11 (Aug. 14, 2019) ("Public Charge Rule"). In the Amended Complaint, the States

13 ¹ Defendants in this lawsuit are the United States Department of Homeland Security
14 ("DHS"), Acting Secretary of DHS David Pekoske, United States Citizenship and
15 Immigration Services ("USCIS"), and Senior Official Performing the Duties of
16 Director Tracy Renaud (collectively, "DHS"). The Court substitutes David
17 Pekoske for Chad F. Wolf, who previously was substituted as a Defendant in the
Amended Complaint but is no longer Acting Secretary of DHS. The Court further
corrects the caption to reflect that Tracy Renaud has replaced Kenneth Cuccinelli
as the Senior Official Performing the Duties of Director for USCIS. *See* Fed. R.
Civ. P. 25(d).

18 ² The Plaintiffs in this lawsuit are the State of Washington, Commonwealth of
19 Virginia, State of Colorado, State of Delaware, State of Hawai'i, State of Illinois,
20 State of Maryland, Commonwealth of Massachusetts, Attorney General Dana
Nessel on behalf of the People of Michigan, State of Minnesota, State of Nevada,
21 State of New Jersey, State of New Mexico, and State of Rhode Island (collectively,
the "States").

1 raise four causes of action: (1) a violation of the Administrative Procedure Act
 2 (“APA”), 5 U.S.C. § 706(2)(C), for agency action contrary to the Immigration and
 3 Nationality Act (“INA”)³, the Personal Responsibility and Work Opportunity
 4 Reconciliation Act (“PRWORA”)⁴, the Illegal Immigration Reform and Immigrant
 5 Responsibility Act (“IIRIRA”)⁵, the Rehabilitation Act⁶, and the SNAP statute⁷; (2)
 6 a violation of the APA, 5 U.S.C. § 706(2)(C), for agency action “in excess of
 7 statutory jurisdiction [or] authority” or “ultra vires”; (3) a violation of the APA, 5
 8 U.S.C. § 706(2)(C), for agency action that is “arbitrary, capricious, [or] an abuse of
 9 discretion”; and (4) a violation of the guarantee of equal protection under the U.S.
 10 Constitution’s Fifth Amendment Due Process Clause. ECF No. 31 at 161–70.

11 DHS moved to dismiss the States’ Amended Complaint in its entirety. ECF
 12 No. 223. The Court dismissed the States’ Count II: Ultra Vires Claim without
 13 prejudice and denied DHS’s motion in remaining part. ECF No. 248 at 43.
 14 Relevant to the instant Motion for Reconsideration, the Court concluded that the
 15

16
 17 ³ 8 U.S.C. §§ 1182(a)(4), 1152, and 1182(a)(1).

18 ⁴ 8 U.S.C. §§ 1611–13, 1621–22, and 1641.

19 ⁵ 8 U.S.C. §§ 1182, 1183a.

20 ⁶ 29 U.S.C. § 794(a).

21 ⁷ 7 U.S.C. § 2017(b).

1 States' Count IV: Equal Protection Claim did not meet the standard for dismissal
2 under Fed. R. Civ. P. 12(b)(6) and allowed that claim to proceed. *Id.*

3 In the Court's analysis of the States' equal protection claim, the Court
4 determined that the strict scrutiny review of *Vill. Of Arlington Heights v. Metro*
5 *Hous. Dev. Corp.*, 429 U.S. 252, 264–65 (1977)), governs the particular immigration
6 context in which the Public Charge Rule applies. ECF No. 248 at 36. The Court
7 proceeded to consider DHS's argument that the Public Charge Rule is facially
8 neutral, and the States cannot establish discriminatory intent through the statements
9 of officials outside of DHS. *See id.* The Court further considered DHS's argument
10 that the States' allegations of racial discrimination as a motivating factor behind the
11 Public Charge Rule are analogous to allegations that the Supreme Court found to be
12 insufficient to support a valid equal protection claim in the plurality opinion in *DHS*
13 *v. Regents of the Univ. of California*, 140 S. Ct. 1891, 1915–16 (2020). *See* ECF
14 No. 248 at 36–37. The Court concluded that the States' alleged statements by then-
15 President Trump, a high-level White House official, and a DHS decision-maker do
16 not suffer from the deficiencies identified in *Regents*, in which the plurality found
17 statements made by then-President Trump about Latinos before and after he was
18 elected to be too remote in time, and in contexts too attenuated from the policy at
19 issue, to qualify as “‘contemporary statements’ probative of the decision at issue.”
20 ECF No. 248 at 41 (quoting *Regents*, 140 S. Ct. at 1916 (quoting *Arlington Heights*,
21

1 429 U.S. at 268)). The Court found that the statements upon which the States rely in
2 this case were made “contemporaneous with DHS’s finalizing the Public Charge
3 Rule” and “can reasonably be interpreted as supporting an animus toward nonwhite
4 immigrants.” ECF No. 248 at 42.

5 On the same day as the Court’s Order was filed, a United States Court of
6 Appeals for the Ninth Circuit panel issued a 2-1 opinion in *Ramos v. Wolf*, 975 F.3d
7 872 (9th Cir. 2020), which found that the plaintiffs’ allegations in that case
8 regarding their equal protection claim failed to present serious questions on the
9 merits to support a preliminary injunction. *Id.* at 897. The Ninth Circuit found that
10 there was no record of evidence in that case to tie then-President Trump’s racial
11 animus against “nonwhite, non-European” immigrants to terminations of Temporary
12 Protective Status (“TPS”) by the Secretaries of DHS in 2017 and 2018. *Id.*
13 Referencing the *Regents* plurality and its reasoning, the Ninth Circuit found that the
14 President’s “expressed animus . . . occurred primarily in contexts removed from and
15 unrelated to TPS policy or decisions.” *Id.* at 898 (citing *Regents*, 140 S. Ct. at
16 1916). The *Ramos* majority found that “the only ‘contemporary statement’ might be
17 the President’s comments at the January 11, 2018 meeting with lawmakers, during
18 which TPS terminations were discussed; however, the influence of these remarks on
19 the actual decisions to terminate TPS is belied by the fact that the meeting occurred
20 three days after the TPS termination notices for Haiti and El Salvador issued.” *Id.*
21

1 The *Ramos* majority further found:

2 Moreover, while the record contains substantial evidence that White
3 House officials sought to influence the Secretaries' TPS decisions, and
4 that the Secretaries sought and acted to conform their TPS decisions to
5 the President's immigration policy, we find these facts neither unusual
6 nor improper. It is expected—perhaps even critical to the functioning
7 of government—for executive officials to conform their decisions to
8 the administration's policies. The mere fact that the White House
9 exerted pressure on the Secretaries' TPS decisions does not in itself
10 support the conclusion that the President's alleged racial animus was a
11 motivating factor in the TPS decisions.

12 *Ramos*, 975 F.3d at 897–98.

13 LEGAL STANDARDS

14 Rule 54(b), Fed. R. Civ. P., provides that “any order . . . that adjudicates fewer
15 than all the claims or the rights and liabilities of fewer than all the parties . . . may be
16 revised at any time before the entry of a judgment adjudicating all the claims and all
17 the parties' rights and liabilities.” However, courts in this circuit disfavor motions
18 for reconsideration and deny them “absent highly unusual circumstances, unless the
19 district court is presented with newly discovered evidence, committed clear error, or
20 if there is an intervening change in controlling law.” *McDowell v. Calderon*, 197
21 F.3d 1253, 1255 (9th Cir. 1999) (per curiam). “A motion for reconsideration ‘may
not be used to raise arguments or present evidence for the first time whey they could
reasonably have been raised earlier in the litigation.’” *Marlyn Nutraceuticals, Inc. v.*
Mucos Pharma GmbH & Co., 571 F.3d 873, 880 (9th Cir. 2009) (quoting *Kona*

1 *Enters., Inc. v. Estate of Bishop*, 229 F.3d 877, 890 (9th Cir. 2000) (emphasis in
2 original)).

3 A motion to dismiss under Fed. R. Civ. P. 12(b)(6) tests whether a complaint
4 states a cognizable legal theory as well as essential facts under that theory. *See Iletto*
5 *v. Glock, Inc.*, 349 F.3d 1191, 1199–1200 (9th Cir. 2003) (observing that Rule
6 12(b)(6) must be read in conjunction with Rule 8, which requires a “short and plain
7 statement showing that the pleader is entitled to relief”) (internal quote omitted).

8 When a defendant challenges a complaint’s sufficiency under Fed. R. Civ. P.

9 12(b)(6), the court must determine whether the complaint bears “sufficient factual
10 matter, accepted as true, to ‘state a claim to relief that is plausible on its face.’”

11 *Ashcroft v. Iqbal*, 556 U.S. 662, 678 (2009) (quoting *Bell Atl. Corp. v. Twombly*, 550
12 U.S. 544, 555 (2007)). A claim is plausible when the plaintiff pleads “factual
13 content that allows the court to draw the reasonable inference that the defendant is
14 liable for the misconduct alleged.” *Iqbal*, 556 U.S. at 678.

15 DISCUSSION

16 The parties dispute whether *Ramos*, 975 F.3d 872, constitutes a change in
17 controlling law warranting reconsideration. ECF Nos. 258 at 5–7; 263 at 4. DHS
18 argues that *Ramos* undermines the Court’s finding that the statements upon which
19 the States rely “made by high-level officials in the Administration contemporaneous
20 with DHS’s finalizing the Public Charge Rule, can reasonably be interpreted as
21

1 supporting an animus toward nonwhite immigrants.” ECF Nos. 254 at 11; 248 at 42.
2 DHS maintains that “it is apparent from *Ramos* that that is insufficient to infer that a
3 particular agency policy was motivated by discrimination” and that, “if the law were
4 otherwise, a plaintiff could state an equal protection claim for virtually *any*
5 immigration policy of this administration simply by pointing to the same statements
6 of administration officials as alleged by Plaintiffs here.” ECF No. 254 at 11.

7 The States respond that *Ramos* does not qualify as a change in controlling law
8 because it merely reiterated the analysis of *Regents* in an analogous context to
9 *Regents* without “plow[ing] any new ground that would have better informed this
10 Court’s Order.” ECF No. 258 at 6–7. The States add that *Ramos* also is inapposite
11 because it determined whether the plaintiffs had met their burden to obtain a
12 preliminary injunction, which requires a greater showing than the States’ burden to
13 survive a Rule 12(b)(6) motion to dismiss in this case. *Id.* at 7.

14 Having reviewed *Ramos*, 975 F.3d 872, the Court finds that the opinion does
15 not compel dismissal of the States’ equal protection claim. Both *Ramos* and this
16 Court relied on the plurality in *Regents* and its reasoning to assess whether
17 statements relied on by plaintiffs in both cases are probative of discriminatory intent.
18 *See Ramos*, 975 F.3d at 897–98; ECF No. 248 at 36, 41–42 (portion of this Court’s
19 Order considering whether the alleged statements in this case are analogous to the
20 statements examined and deemed insufficient in *Regents*). In *Ramos*, the only
21

1 statements at issue were made by then-President Trump, and the Ninth Circuit
2 found: “Here, the only ‘contemporary statement’ might be the President’s comments
3 at the January 11, 2018 meeting with lawmakers, during which TPS terminations
4 were discussed; however, the influence of these remarks on the actual decisions to
5 terminate TPS is belied by the fact that the meeting occurred three days *after* the
6 TPS termination notices for Haiti and El Salvador issued.” *Ramos*, 975 F.3d at 898
7 (emphasis in original). The Ninth Circuit acknowledged that circumstantial
8 evidence may suffice to prove a discriminatory intent claim under *Arlington Heights*,
9 but concluded that “the circumstantial evidence here do [sic] not help Plaintiffs
10 much.” *Id.* The Ninth Circuit found the circumstantial evidence to be unhelpful
11 because there was “no indication that the impact of the TPS terminations bear more
12 heavily on ‘non-white, non-European’ countries.” *Id.*

13 By contrast, in this case, the Court considered allegations regarding statements
14 not only by then-President Trump, but also by a then-high-level White House
15 official and a then-DHS decision-maker, and noted that the majority of the
16 statements were made from January 2018 until August 2019, when the Public
17 Charge Rule was published. ECF No. 248 at 42. Unlike the January 11, 2018
18 statement in *Ramos*, 975 F.3d at 898, the statements relied on by the States were
19 made during the period in which the Public Charge Rule was being developed and
20 before the final rule was issued. Also in contrast to *Ramos*, 975 F.3d at 898, the
21

1 Court considered the alleged statements in the context that DHS acknowledges in the
2 “Supplementary Information” for the final rule that the Public Charge Rule is likely
3 to disproportionately affect communities of color. *See* ECF No. 248 at 38–39 (citing
4 ECF Nos. 31 at 85–86; 233 at 49–50 (quoting 84 Fed. Reg. at 41,369), 42.
5 Consequently, after *Ramos*, the cumulative allegations in the States’ Amended
6 Complaint still suffice under *Arlington Heights* to survive under Rule 12(b)(6), a
7 lesser standard than the preliminary injunction standard applied in *Ramos*.

8 Accordingly, **IT IS HEREBY ORDERED** that DHS’s Motion for
9 Reconsideration, **ECF No. 254**, is **DENIED**.

10 **IT IS SO ORDERED.** The District Court Clerk is directed to enter this
11 Order and provide copies to counsel.

12 **DATED** February 1, 2021.

13
14 *s/ Rosanna Malouf Peterson*
15 ROSANNA MALOUF PETERSON
16 United States District Judge
17
18
19
20
21