

No. 19-10396

**IN THE UNITED STATES COURT OF APPEALS
FOR THE FIFTH CIRCUIT**

MICHELLE COCHRAN,

Plaintiff-Appellant,

v.

SECURITIES AND EXCHANGE COMMISSION, *et al.*,

Defendants-Appellees.

On Appeal from the United States District Court
for the Northern District of Texas
No. 4:19-CV-66-A
Hon. John McBryde

**UNOPPOSED MOTION FOR LEAVE TO FILE BRIEF OF *AMICUS
CURIAE* AMERICANS FOR PROSPERITY FOUNDATION IN SUPPORT
OF PLAINTIFF-APPELLANT AND REVERSAL ON REHEARING *EN
BANC* AND FOR LEAVE TO FILE BRIEF IN EXCESS OF 2,600 WORDS**

Michael Pepson
AMERICANS FOR PROSPERITY FOUNDATION
1310 N. Courthouse Road, Ste. 700
Arlington, VA 22201
571.329.4529
mpepson@afphq.org

December 7, 2020

Attorney for Amicus Curiae

SUPPLEMENTAL CERTIFICATE OF INTERESTED PERSONS

The undersigned counsel of record for *amicus curiae* Americans for Prosperity Foundation certifies that the following listed persons and entities as described in the fourth sentence of Fifth Circuit Rule 28.2.1 have an interest in the outcome of this case. These representations are made in order that the judges of this Court may evaluate possible disqualification or recusal.

Michelle Cochran Plaintiff-Appellant	Margaret A. Little, Mark Chenoweth, Jared McClain, Richard Samp, Karen L. Cook Counsel for Plaintiff-Appellant
Securities and Exchange Commission, Jay Clayton, William P. Barr Defendants-Appellees	Joshua Marc Salzman, Daniel J. Aguilar, Rebecca Cutri-Kohart, Brian Walters Stoltz Counsel for Defendants-Appellees
Phillip Goldstein, Mark Cuban, Nelson Obus <i>Amici Curiae</i>	Samuel Wollin Cooper, Nicolas Morgan, Janice J. Lee, Brian S. Kaewert, Joseph N. Montoya Counsel for Phillip Goldstein, Mark Cuban, Nelson Obus
Cato Institute (Cato), Cause of Action Institute (CoA), Competitive Enterprise Institute (CEI) <i>Amici Curiae</i>	Ashley C. Parrish, Russell G. Ryan, Ilya Shapiro, John J. Vecchione Counsel for Cato, CoA, CEI
Texas Public Policy Foundation (TPPF) <i>Amicus Curiae</i>	Allyson N. Ho, Ashley E. Johnson, Elizabeth A. Kiernan, John S. Ehrett, Kayla G. Ferguson, Bradley G. Hubbard Counsel for TPPF
Americans for Prosperity Foundation Proposed <i>Amicus Curiae</i>	Michael Pepson Counsel for Americans for Prosperity Foundation

Dated: December 7, 2020

/s/ Michael Pepson
Michael Pepson

Pursuant to FRAP 27 and 29, and Fifth Circuit Rules 29.1 and 29.3, AFPF respectfully moves this Court for leave to file the accompanying amicus brief in support of Plaintiff-Appellant. In accordance with Fifth Circuit Rule 27.4, AFPF sought consent of the parties. All parties consent to AFPF filing an amicus brief in this action, provided the brief is timely filed. Plaintiff-Appellant consents to AFPF's request to file the proposed amicus brief in excess of 2,600 words, not to exceed 6,500 words; the Government takes no position on AFPF's request to file a brief in excess of 2,600 words.

I. This Court Should Grant AFPF Leave to Participate in this Action as *Amicus Curiae*.

A. Interest of Proposed *Amicus Curiae*

Proposed *amicus curiae* AFPF is a 501(c)(3) nonprofit organization committed to educating and training Americans to be courageous advocates for the ideas, principles, and policies of a free and open society. One of those ideas is how the separation of powers is vital to protect liberty. As part of this mission, it appears as *amicus curiae* before federal and state courts.

AFPF believes that judicially-created barriers to timely and meaningful Article III review of agency actions are inconsistent with the separation of powers and the text, structure, and history of the U.S. Constitution. Such barriers wrongly place a thumb on the scale in favor of the nation's most powerful litigant, the federal government. Due process and fairness demand that those facing *ultra vires* or

unconstitutional agency enforcement actions should not have to face years of potentially ruinous costs just to have their day in an Article III court. For these reasons, AFPF recently filed a cert stage amicus brief in the U.S. Supreme Court asking the Court to grant review in a case raising the same issues that this en banc Court is currently considering. *See* Br. for *Amicus Curiae* AFPF in Support of Petitioner, *Gibson v. SEC et al.*, No. 20-276 (U.S., filed Oct. 2, 2020).

B. Desirability and Relevance of Proposed *Amicus Brief*

AFPF respectfully submits that the proposed brief is both “desirable” and “relevant” to the disposition of this case. FRAP 29(a)(3); *see also Neonatology Assocs., P.A. v. Comm’r of Internal Revenue*, 293 F.3d 128, 132 (3d Cir. 2002) (“The criterion of desirability . . . is open-ended, but a broad reading is prudent.”).

AFPF believes that its proposed amicus brief is highly relevant to resolution of the key questions presented by this case and focuses on points, perspectives, and analysis that are unique from, or materially build on, the arguments Plaintiff-Appellant and her supporting *amici* have made in their briefs to date. Specifically, AFPF’s brief explores the broader implications and context of this case; examines the extent to which Article III courts have traditionally exercised jurisdiction over ongoing agency enforcement proceedings; explains why Section 704 of the Administrative Procedure Act’s (“APA”) “final agency action” language is not jurisdictional, Section 702 waives sovereign immunity, and therefore the district

court had federal question jurisdiction; and addresses the distinction between dismissals for failure to state a claim under Rule 12(b)(6) and dismissal for lack of subject-matter jurisdiction under Rule 12(b)(1).

In addition, AFPP's brief addresses *La. Real Estate Appraisers Bd. v. FTC*, 976 F.3d 597 (5th Cir. 2020), a recent panel decision involving similar issues that AFPP respectfully believes potentially conflicts with Supreme Court precedent and should be addressed by the en banc Court here.

For these reasons, AFPP respectfully submits that it is well situated to provide the Court with information helpful for the resolution of this case beyond the specific perspectives provided by counsel for the parties and other *amici* supporting Plaintiff-Appellant. *See* 5th Cir. Rule 29.2 (amicus brief "should focus on points either not made or not adequately discussed in . . . [parties'] briefs"). *See also Ryan v. Commodity Futures Trading Comm'n*, 125 F.3d 1062, 1063 (7th Cir. 1997) ("An amicus brief should normally be allowed . . . when the amicus has unique information or perspective that can help the court beyond the help that the lawyers for the parties are able to provide."); *United States v. Michigan*, 940 F.2d 143, 165–66 (6th Cir. 1991) (accepting participation of amicus curiae where amicus offered information that was "timely, useful, or otherwise necessary to the administration of justice"). In light of what is at stake here in this important case, as underscored by

broad amicus participation to date,¹ AFPF respectfully submits that this Court would benefit from a broad array of voices, including AFPF. *Cf. FTC v. AT&T Mobility Ltd. Liab. Co.*, 883 F.3d 848, 852 n.3 (9th Cir. 2018) (en banc) (“The briefs were helpful to our understanding of the implications of this case from various points of view. We thank amici for their participation.”); *Morales v. Turman*, 820 F.2d 728, 731 (5th Cir. 1987).

II. This Court Should Grant AFPF Leave to File the Accompanying Brief.

FRAP 29(b) “governs amicus filings during a court’s consideration of whether to grant panel rehearing or rehearing en banc, unless a local rule or order in a case provides otherwise.”² FRAP 29(b)(1). Under FRAP 29(b)(4), insofar as applicable, an amicus “brief must not exceed 2,600 words.” However, this Court may authorize the filing of amicus briefs in excess of otherwise applicable word limits under FRAP 29(a)(5), which Fifth Circuit Rule 29.3 indicates would apply here.³ *See* 5th Cir. R.

¹ On November 20, 2020, this Court granted the unopposed motion of Phillip Goldstein, Mark Cuban, and Nelson Obus for leave to file brief as *amici curiae* in support of Appellant and reversal of the District Court’s Order on rehearing en banc. *See* Order, *Cochran v. SEC et al.*, No. 19-10396 (5th Cir., Nov. 20, 2020).

² In the abundance of caution, AFPF assumes FRAP 29(b) may continue to apply here by default even after the Court has voted to rehear this case en banc.

³ At least one Circuit has, by Circuit Rule, set a 7,000 word limit for amicus briefs filed, as here, on rehearing en banc. *See* 9th Cir. R. 29-2(c)(3) (“Unless otherwise ordered by the Court, a brief submitted after the Court has voted to rehear a case en banc may not exceed 25 pages unless it complies with the alternative length limit of 7,000 words.”).

29.3 (“Length of Briefs. See FED. R. APP. P. 29(a)(5).”). Accordingly, this Court has discretion to grant AFPF leave to file its accompanying brief.⁴

For the same reasons why AFPF respectfully requests leave to participate as *amicus curiae* in this action, AFPF also respectfully submits that this Court should grant AFPF leave to file the accompanying proposed amicus brief, which is 6,254 words, which is within the default 6,500-word limit set by FRAP 29(a)(5), read together with FRAP 32(a)(7)(B), that applies to amicus briefs filed during the Court’s initial consideration of a case on the merits, *see* FRAP 29(a)(1). AFPF respectfully submits that FRAP 29(a)(5)’s rationale for setting a more generous word limit during initial consideration of a case on the merits should apply *a fortiori* here, as this en banc Court evaluates the merits of the complex and important issues presented by this case.

Alternatively, should this Court be inclined to grant AFPF leave to participate as *amicus curiae* in this action but deny AFPF’s request for leave to file its proposed brief, AFPF respectfully requests this Court’s permission file at the Court’s

⁴ This Court has granted leave for other amici to file a 3,918-word brief in this case after granting Plaintiff-Appellant’s petition for rehearing en banc *See* Order, *Cochran v. SEC et al.*, No. 19-10396 (5th Cir., Nov. 20, 2020); *see also* Br. of Phillip Goldstein, Mark Cuban, and Nelson Obus as *Amici Curiae* in Support of Appellant and Reversal of the District Court’s Order on Rehearing *En Banc*, *Cochran v. SEC et al.*, No. 19-10396, at 17 (filed Nov. 19, 2020) (brief “contains 3918 words”).

convenience a 2,600 word amicus brief in this action, and is prepared to do so at the Court's request on any schedule this Court may set.⁵

CONCLUSION

For these reasons, this Court should grant this Motion and allow AFPF to file the accompanying brief. In the alternative, should this Court be inclined to grant AFPF leave to participate as *amicus curiae* in this action but deny AFPF's request to file the accompanying brief, AFPF respectfully requests that this Court enter an Order granting AFPF's motion for leave to file an amicus brief and allowing AFPF to file an amicus brief that is 2,600 words or under on or before a date certain set by the Court.

Respectfully submitted,

/s/ Michael Pepson

Michael Pepson

AMERICANS FOR PROSPERITY FOUNDATION

1310 N. Courthouse Road, Ste. 700

Arlington, VA 22201

571.329.4529

mpepson@afphq.org

Dated: December 7, 2020

⁵ AFPF would be prepared to file an amicus brief meeting any other alternative word limits this Court may set, at this Court's convenience.

CERTIFICATE OF COMPLIANCE

This Motion complies with the type-volume limit of FRAP 27(d)(2)(A) and 32(c)(1) because, excluding the parts of the document exempted by FRAP 32(f), it contains 1,448 words. This Motion also complies with the typeface and type-style requirements of FRAP 32(a)(5)-(6) because it was prepared using Microsoft Word 2013 in Times New Roman 14-point font.

/s/ Michael Pepson
Michael Pepson

Dated: December 7, 2020

CERTIFICATE OF SERVICE

I hereby certify that on December 7, 2020, I electronically filed the above Unopposed Motion for Leave to File Brief of Amicus Curiae Americans for Prosperity Foundation in Support of Plaintiff-Appellant and Reversal on Rehearing En Banc and for Leave to File Brief in Excess of 2,600 Words with the Clerk of the Court by using the appellate CM/ECF system. I further certify that service will be accomplished by the appellate CM/ECF system.

/s/ Michael Pepson
Michael Pepson

Dated: December 7, 2020

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Michael Pepson
AMERICANS FOR PROSPERITY FOUNDATION
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/s/ Michael Pepson
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INTEREST OF *AMICUS CURIAE*¹

Amicus curiae Americans for Prosperity Foundation (“AFPF”) is a 501(c)(3) nonprofit organization committed to educating and training Americans to be courageous advocates for the ideas, principles, and policies of a free and open society. One of those ideas is that the separation of powers protects liberty. As part of this mission, it appears as *amicus curiae* before federal and state courts.²

AFPF believes that judicially created barriers to timely and meaningful Article III review of agency actions are inconsistent with the separation of powers and the text, structure, and history of the U.S. Constitution. Such barriers wrongly place a thumb on the scale in favor of the nation’s most powerful litigant: the federal government. Due process and fairness demand that those facing *ultra vires* or unconstitutional agency enforcement actions should not have to face years of potentially ruinous costs just to have their day in an Article III court.

¹ Pursuant to FRAP 29(a)(4)(E), *amicus curiae* states that no counsel for a party other than AFPF authored this brief in whole or in part, and no counsel or party other than AFPF made a monetary contribution intended to fund the preparation or submission of this brief. No person other than *amicus curiae* or its counsel made a monetary contribution to its preparation or submission. This brief is accompanied by an unopposed motion for leave to file.

² AFPF recently filed a cert stage amicus brief in the U.S. Supreme Court in a case raising the same issues as this case. *See* Br. for *Amicus Curiae* AFPF in Support of Petitioner, *Gibson v. SEC et al.*, No. 20-276 (U.S., filed Oct. 2, 2020).

SUMMARY OF ARGUMENT

It cannot be the law that an agency can do whatever it wants for as long as it wants to a business or an individual—no matter how *ultra vires*, abusive, or unconstitutional—without being subject to review by an Article III court unless and until that abusive process ends. Were that the case, agency enforcement action would supplant the jurisdiction of Article III courts even in cases of constitutional questions, presenting a clear violation of the separation of powers. That proposition is particularly true with respect to so-called “independent” agencies, where even the political branches cannot meaningfully intervene, leaving agencies wholly unaccountable to any of the three branches until any opportunity for meaningful redress has been extinguished.

Any handwringing about administrative or judicial efficiency, or purported administrative expertise, as justifying this abdication of the judicial role—particularly as to constitutional questions and statutory interpretation—must yield in the face of citizens’ basic right to be free from extralegal administrative proceedings. To be sure, respondents may not, as a matter of course, bypass the administrative process and march straight into federal court to challenge the *substance* of an investigation in the garden-variety case, particularly to the extent fact-bound determinations are involved. But courts must retain jurisdiction, in the Article III sense, to act as a necessary safety valve for meritorious *ultra vires* and constitutional

claims— particularly structural constitutional claims that go to the very legality of the process, as is the case here.

Until recently, Article III courts have done just this—defending their own jurisdiction—under narrow circumstances. Indeed, as recently as 2019 a district court in this Circuit stayed an FTC administrative enforcement proceeding in a case involving a claim that the FTC’s prosecution was *ultra vires* because the respondent was immune from suit. And in October 2020, the U.S. Court of Appeals for the Ninth Circuit exercised jurisdiction to stay an ongoing FTC enforcement proceeding pending adjudication of claims that that agency’s structure and enforcement procedures—which in large measure mirror those of the SEC at issue in this case—are unconstitutional.

But this Circuit has mistakenly sanctioned the abdication of the judicial role by barring jurisdiction over meritorious constitutional and *ultra vires* claims while agency adjudications are underway. The *en banc* Court should correct this error, reaffirm the fundamental precept that the liberty interests protected by the separation of powers and the rule of law transcend any perceived benefits of regulatory efficiency, and reverse the judgment below.

ARGUMENT

I. THE DECISION BELOW SQUARELY CONFLICTS WITH SUPREME COURT PRECEDENT AND SHOULD BE REVERSED.

The decision below squarely conflicts with *Free Enterprise Fund v. Public Co. Accounting Oversight Board*, 561 U.S. 477 (2010). The *en banc* Court should also correct this Circuit’s recent misinterpretation of the scope and effect of three other Supreme Court decisions: *Thunder Basin Coal Co. v. Reich*, 510 U.S. 200 (1994), *Elgin v. Department of Treasury*, 567 U.S. 1 (2012), and *FTC v. Standard Oil Co. of California*, 449 U.S. 232 (1980).

The stakes of this case are high and radiate beyond the SEC and the constitutional claims at issue here. This Circuit’s mistaken expansion of *Thunder Basin* appears to be highly contagious, spreading to other agencies’ unconstitutional actions to bar meaningful review. *See, e.g., Bank of La. v. FDIC*, 919 F.3d 916 (5th Cir. 2019) (applying *Thunder Basin* to FDIC judicial review scheme). This, in turn, creates a toxic feedback loop, compounding the effects of this error, as the now-vacated divided panel decision illustrates. *See Cochran v. SEC*, No. 19-10396, 2020 U.S. App. LEXIS 25525, at *2–3 (5th Cir. Aug. 11, 2020) (“Bound by *Bank of Louisiana . . .*, we hold that the statutory review scheme is the exclusive path for asserting a constitutional challenge to SEC proceedings.”). The *en banc* Court should fix the problem, reverse the decision below, and overrule *Bank of La. v. FDIC*, 919 F.3d 916 (5th Cir. 2019), as well as *La. Real Estate Appraisers Bd. v.*

FTC, 976 F.3d 597 (5th Cir. 2020), which also squarely conflict with Supreme Court precedent by mistakenly construing Section 704 of the Administrative Procedure Act (APA), 5 U.S.C. § 704, as affecting subject-matter jurisdiction.

A. This Circuit’s Recent Jurisdiction Stripping Breaks with Historical Practice.

Until recently, it appeared settled law in the Courts of Appeals—including this Circuit—that federal district courts could exercise Article III jurisdiction to enjoin administrative enforcement actions under two narrow circumstances: where agency action is (1) patently unconstitutional or egregiously *ultra vires*; and (2) causing severe hardship.³ *See, e.g., American Gen. Ins. Co. v. FTC*, 496 F.2d 197, 200 (5th Cir. 1974) (jurisdiction over “gross and egregious” errors); *Coca-Cola Co. v. FTC*, 475 F.2d 299, 303 (5th Cir. 1973) (jurisdiction over nonfrivolous constitutional claims); *Sterling Drug, Inc. v. Weinberger*, 509 F.2d 1236, 1239 (2d Cir. 1975) (recognizing possibility of *Leedom* jurisdiction). Indeed, this Circuit’s decisions in *American Gen. Ins. Co.*, 496 F.2d 197, and *Coca-Cola Co.*, 475 F.2d 299, which recognize the possibility of Article III subject-matter jurisdiction over

³ The SEC Act’s judicial review scheme—like many other federal agencies—is materially indistinguishable from that of the FTC. *Compare* 15 U.S.C. § 78y, with 15 U.S.C. § 45. The Ninth Circuit recently enjoined an FTC administrative proceeding, pending adjudication of whether that analogous agency’s structure and enforcement procedures are unconstitutional. *See Order, Axon Enterprises, Inc. v. FTC.*, No. 20-15662 (9th Cir., filed Oct. 2, 2020); *see also* Order Staying Commencement of Evidentiary Hearing, *In re Axon Enterprise, Inc.*, FTC Dkt. No. 9389 (Oct. 8, 2020).

ongoing administrative enforcement proceedings in limited circumstances, have not been overruled and presumably remain good law. And yet, the district court decision below, the 2-1 panel decision, *Bank of La.*, 919 F.3d 916, and *La. Real Estate Appraisers Bd.*, 976 F.3d 597, do not address or even cite to those decisions.

A long line of district court precedent is also in accord, recognizing the courts' authority to exercise jurisdiction in limited circumstances—at least until recently.⁴ In fact, in 2019, a district court in this Circuit enjoined an FTC enforcement action. *See La. Real Estate Appraisers Bd. v. FTC*, No. 19-00214, 2019 U.S. Dist. LEXIS 126165, at *11–12 (M.D. La. July 29, 2019) (unpublished) (granting stay); *La. Real Estate Appraisers Bd. v. FTC*, No. 19-00214, 2020 U.S. Dist. LEXIS 23116, at *7 (M.D. La. Feb. 7, 2020) (unpublished) (denying FTC motion to dismiss), *rev'd*, 976 F.3d 597 (5th Cir. 2020).

To be sure, these decisions set a high bar for Article III jurisdiction. And, accordingly, the respondent-plaintiffs rarely prevailed. But the courts did not wholly disavow their own power under Article III to exercise jurisdiction in extraordinary

⁴ *E.g.*, *Gupta v. SEC*, 796 F. Supp. 2d 503, 513–14 (S.D. N.Y. 2011); *E.I. du Pont de Nemours & Co. v. FTC*, 488 F. Supp. 747, 751 (D. Del. 1980); *Coca-Cola v. FTC*, 342 F. Supp. 670, 676–77 (N.D. Ga. 1972); *Boise Cascade Co. v. FTC*, 498 F. Supp. 772, 777 (D. Del. 1980); *Standard Oil. v. FTC*, 475 F. Supp. 1261, 1282 (N.D. Ind. 1979); *Exxon v. FTC*, 411 F. Supp. 1362, 1369–70 (D. Del. 1976); *Sperry & Hutchinson Co. v. FTC*, 256 F. Supp. 136, 144 (S.D. N.Y. 1966); *Pepsico v. FTC*, 343 F. Supp. 396, 399 (S.D. N.Y. 1972).

circumstances, reach the merits of the dispute, and enjoin the administrative action when appropriate.

This approach makes sense. As U.S. District Court Judge Jed Rakoff has explained in finding jurisdiction over an equal-protection clause challenge to an SEC enforcement action, frivolous claims can be screened out at the motion to dismiss stage: “To be sure, it would not be prudent to allow every subject of an SEC enforcement action who alleges ‘bad faith’ and ‘selective prosecution’ to be able to create a diversion by bringing a parallel action in federal district court.” *Gupta v. SEC*, 796 F. Supp. 2d 503, 514 (S.D.N.Y. 2011). But “such diversionary tactics can be quickly disposed of in the ordinary case through dismissal for failure to plead a plausible claim.” *Id.* And respondent-plaintiffs cannot derail or postpone ongoing administrative proceedings unless they can show, among other things, that they are “likely to succeed on the merits” of their claims—a required showing for an injunction. *Winter v. NRDC, Inc.*, 555 U.S. 7, 20 (2008).

Under this framework, district courts could perform their Article III duties and be a critical safety valve where an agency is violating a respondent’s constitutional rights or exceeding its statutory authority. *Cf. Elgin*, 567 U.S. at 35 (Alito, J., joined by Ginsburg and Kagan, JJ., dissenting) (“The presumptive power of the federal courts to hear constitutional challenges is well established.”).

In that subset of cases, a district court can enjoin the agency action. On the other hand, district courts could quickly dispose of the mine run of fact-bound or other garden-variety pre-exhaustion complaints without undue waste of judicial resources—and without any interference with the administrative proceedings. The high bar for relief would also disincentivize frivolous filings. But at the least, the district court would necessarily look at the *merits* of the constitutional or non-statutory *ultra vires* claims before dismissing them. For it is one thing to dismiss for failure to state a claim under Rule 12(b)(6), and quite another to dismiss under Rule 12(b)(1) for lack of jurisdiction to even decide the issue.

But over the past five or so years, and over two powerful dissents and against the backdrop of numerous lower courts reaching contrary conclusions, five Circuits, including this Circuit—largely citing each other—have jettisoned the traditional approach to challenges to ongoing administrative proceedings by relying on an expansive reading of *Thunder Basin* and related authorities. *See also Bank of La.*, 919 F.3d at 923 (citing these recent decisions and mistakenly adopting this flawed analytical approach). This recent Circuit jurisprudence has produced a bright-line rule, which holds that no judicial review of agency enforcement action is available while the action is pending even where the complaint alleges constitutional violations or *ultra vires* agency action. The inevitable result is that an agency may do whatever it wants for however long it wants with *no* Article III court having the

power to do anything about it under any circumstances. *See generally* Adam M. Katz, Note, *Eventual Judicial Review*, 118 Colum. L. Rev. 1139 (2018). Elimination of judicial review clears the field because the political branches cannot intercede against “independent” agencies—free-floating bodies untethered to the U.S. Constitution and unaccountable to any branch of government.

That cannot be the law. And it isn’t. *See Free Enter. Fund*, 561 U.S. at 489–91; *Bell v. Hood*, 327 U.S. 678, 684 (1946) (“[I]t is established practice for this Court to sustain the jurisdiction of federal courts to issue injunctions to protect rights safeguarded by the Constitution[.]”).

B. Federal District Courts Have Article III Jurisdiction to Adjudicate Collateral Constitutional and *Ultra Vires* Challenges to Administrative Enforcement Actions.

To fully understand the import of the error below requires first addressing why federal district courts have jurisdiction over claims during the pendency of administrative proceedings. Simply put, federal courts have express federal-question jurisdiction. This jurisdiction has not been negated by any legislatively created exception and cannot be undermined by presuming challenges to enforcement actions are frivolous or by expanding caselaw to flip the strong presumption of judicial review on its head.

Section 1331 states that “district courts shall have original jurisdiction of all civil actions arising under the Constitution, laws, or treaties of the United States.”

28 U.S.C. § 1331; *see also id.* § 1361 (“The district courts shall have original jurisdiction of any action in the nature of mandamus[.]”). The Declaratory Judgment Act empowers courts to grant declaratory and injunctive relief.⁵ *See* 28 U.S.C. §§ 2201, 2202.

To be sure, the Constitution makes clear that Congress has authority under the Exceptions Clause to statutorily limit the subject-matter jurisdiction of federal courts. *See* U.S. Const. Art. III, § 2; *see also* 5 U.S.C. § 703. But as the Supreme Court has recently and repeatedly reiterated, if Congress wants to do that, it must clearly say so. “Jurisdiction . . . is a word of many, too many, meanings.” *Arbaugh v. Y & H Corp.*, 546 U.S. 500, 510 (2006) (cleaned up). And courts “ha[ve] sometimes been profligate in [their] use of the term.” *Id.* “[J]urisdictional statutes speak to the power of the court rather than to the rights or obligations of the parties[.]” *Landgraf v. Usi Film Prods.*, 511 U.S. 244, 274 (1994) (cleaned up). “[A] rule should not be referred to as jurisdictional unless it governs a court’s adjudicatory capacity, that is, its subject-matter or personal jurisdiction.” *Henderson v. Shinseki*, 562 U.S. 428, 435 (2011) (cleaned up).

Given the drastic consequences that flow from treating a statutory requirement as jurisdictional, the Supreme Court has made clear that courts should not do so

⁵ In addition, under the All Writs Act, courts “may issue all writs necessary or appropriate in aid of their respective jurisdictions and agreeable to the usages and principles of law.” 28 U.S.C. § 1651(a).

lightly. *See Gonzalez v. Thaler*, 565 U.S. 134 (2012). Thus, “[a] rule is jurisdictional ‘[i]f the Legislature clearly states that a threshold limitation on a statute’s scope shall count as jurisdictional.’” *Id.* at 141–42 (quoting *Arbaugh*, 546 U.S. at 515). “But if ‘Congress does not rank a statutory limitation on coverage as jurisdictional, courts should treat the restriction as *non*jurisdictional.’” *Id.* at 142 (quoting *Arbaugh*, 546 U.S. at 516) (emphasis added)). The Supreme Court has “adopted a readily administrable bright line for determining whether to classify a statutory limitation as jurisdictional. . . . [A]bsent . . . a clear statement” by Congress that a statute bars the courthouse doors, “courts should treat the restriction as nonjurisdictional in character.” *Sebelius v. Auburn Reg’l Med. Ctr.*, 568 U.S. 145, 153 (2013) (cleaned up).

Congress did not do so here. The SEC’s judicial review provision creates only a limited exception to the general rule of district-court jurisdiction by providing jurisdiction in the Courts of Appeals when a petition for review of a final Commission order is filed in a U.S. Court of Appeals, “which *becomes exclusive* on the filing of the record, to affirm or modify and enforce or to set aside the order in whole or in part.” 15 U.S.C. § 78y(a)(3) (emphasis added); *cf.* 15 U.S.C. § 45(d) (the analogous FTC Act provision). No other straight-to-the-Court-of-Appeals process is provided to transfer jurisdiction away from the district court; and no other exception to the ordinary state of affairs should be inferred. “The expression of one thing

implies the exclusion of others (*expressio unius est exclusio alterius*)." Antonin Scalia & Bryan Garner, *Reading Law 107* (2012). Therefore, unless and until the Commission issues a final Order, the respondent files a petition for review in a Court of Appeals, and the record is filed in *that* court, the district courts retain general federal-question jurisdiction. If Congress wanted to divest district courts of jurisdiction under all circumstances before then, it would have clearly said so.

As a federal district court explained with respect to the FTC Act's analogous judicial review scheme:

Section 45(d) does not grant to courts of appeals any jurisdiction exclusive or otherwise . . . until a cease and desist order has issued. Consequently, that section cannot be interpreted to deprive this Court of jurisdiction to review any orders issued or actions taken by the FTC when a cease and desist order has not yet been issued.

E. I. Du Pont de Nemours & Co. v. FTC, 488 F. Supp. 747, 750 (D. Del. 1980) (rejecting FTC's "argument, which questions the very power of the Court to hear this case"); *see also La. Real Estate Appraisers Bd. v. FTC*, 917 F.3d 389, 391, 394 (5th Cir. 2019) (no jurisdiction over petition for review filed directly in U.S. Court of Appeals before issuance of final cease-and-desist order); *LabMD, Inc. v. FTC*, No. 13-15267, 2014 U.S. App. LEXIS 9802, at *1–3 (11th Cir. Feb. 18, 2014) (unpublished) (same).

At *all* times, an Article III court has the *power* to rein in the agency. During the pendency of proceedings, district courts may exercise jurisdiction in appropriate

cases; and only once the Commission finds liability and issues a final Order against respondent does exclusive jurisdiction transfer to a U.S. Court of Appeals. That approach makes sense, is consistent with the text, and is congruent with precedent and other statutes.

The Supreme Court has previously explained how the judicial review provision at issue here works *with* other statutes not against them: “[T]he text does not expressly limit the jurisdiction that other statutes confer on district courts. Nor does it do so implicitly.” *Free Enter. Fund*, 561 U.S. at 489 (citing 28 U.S.C. §§ 1331, 2201); *see also* 5 U.S.C. § 703. Thus, as here, “[t]o permit those subject to SEC enforcement actions to challenge administrative proceedings in the district courts on the basis of constitutional challenges that have nothing to do with the expertise of the SEC or with factual matters relevant to their own particular circumstances would seem consistent with that Congressional intent.” *Tilton v. SEC*, 824 F.3d 276, 299 n.6 (2d Cir. 2016) (Droney, J., dissenting).

Similarly, the APA’s “final agency action” requirement cannot bar the courthouse doors because it is not a “jurisdictional” statute.⁶ The APA “does not

⁶ The panel opinion in *La. Real Estate Appraisers Bd. v. FTC* mistakenly found that “the Board fails to meet Section 704’s jurisdictional prerequisites.” 976 F.3d at 601. AFPP recognizes that other panel decisions in this Circuit also appear to treat Section 704 as jurisdictional. *See, e.g., Am. Airlines, Inc. v. Herman*, 176 F.3d 283, 287 (5th Cir. 1999). However, AFPP respectfully submits that the *en banc* Court should overrule these decisions, which it believes to be foreclosed by the plain language of the APA and relevant Supreme Court precedent.

afford an implied grant of subject-matter jurisdiction permitting federal judicial review of agency action.” *Califano v. Sanders*, 430 U.S. 99, 107 (1977); *Air Courier Conference v. Am. Postal Workers Union*, 498 U.S. 517, 523 n.3 (1991) (“The judicial review provisions of the APA are not jurisdictional[.]”). Instead, “what its judicial review provisions do provide is a limited cause of action for parties adversely affected by agency action.” *Trudeau v. FTC*, 456 F.3d 178, 185 (D.C. Cir. 2006) (citing 5 U.S.C. §§ 701–06). “Jurisdiction to review agency action under the APA is found in 28 U.S.C. § 1331.” *Chrysler Corp. v. Brown*, 441 U.S. 281, 317 n.47 (1979). And as relevant here, 5 U.S.C. § 702 waives sovereign immunity for all “agency actions,” *see Trudeau*, 456 F.3d at 187, including administrative complaints, as the Supreme Court has held, *see Standard Oil*, 449 U.S. at 238 n.7. *See also Collins v. Mnuchin*, 938 F.3d 553, 573 (5th Cir. 2019) (*en banc*), *cert. granted*, 207 L.Ed.2d 1118 (2020) (“Under 5 U.S.C. § 702, ‘[a] person suffering legal wrong . . . or adversely affected or aggrieved by agency action within the meaning of a relevant statute is entitled to judicial review.’”). Thus, rather than addressing whether the court has jurisdiction to hear the case, the APA provides the means for the litigants to get into court—these are different matters entirely, as Rules 12(b)(1) and 12(b)(6) illustrate.

Here, there is no dispute that the SEC’s sovereign immunity has been waived because the SEC chose to file an administrative complaint against Plaintiff-

Appellant,⁷ thus removing one potential impediment to review. Plaintiff-Appellant raised claims under the U.S. Constitution and federal law, which are within the scope of district courts' general federal-question jurisdiction, and which as the Supreme Court observed, is neither expressly nor implicitly limited by 15 U.S.C. § 78y. *See Free Enter. Fund*, 561 U.S. at 489. Thus, the district court had “jurisdiction” in the true Article III sense to adjudicate this case consistent with its “virtually unflagging” obligation to decide cases within its jurisdiction. *Lexmark Int’l, Inc. v. Static Control Components, Inc.*, 572 U.S. 118, 126 (2014).

To the extent Plaintiff-Appellant’s Appointments Clause and separation-of-powers claims lack merit (they don’t⁸), dismissal of those claims under Rule 12(b)(6) for failure to state a claim would be appropriate. Similarly, for certain *types* of claims raised under the APA, the absence of “final agency action” could be fatal under Rule 12(b)(6), *see Haines v. Fed. Motor Carrier Safety Admin.*, 814 F.3d 417, 424 (6th Cir. 2016), absent an applicable exception to the APA’s general exhaustion requirements,⁹ *see Garner v. DOL*, 221 F.3d 822, 825 (5th Cir. 2000) (“A failure to

⁷ “Sovereign immunity is jurisdictional in nature.” *FDIC v. Meyer*, 510 U.S. 471, 475 (1994).

⁸ *See Lucia v. SEC*, 138 S. Ct. 2044 (2018); *Free Enter. Fund*, 561 U.S. 477; *see also Collins v. Mnuchin*, 938 F.3d 553, 588 (5th Cir. 2019) (*en banc*), *cert. granted*, 207 L.Ed.2d 1118 (2020).

⁹ The SEC’s judicial-review statute does not require issue exhaustion even with respect to *final* Commission Orders subject to review in U.S. Courts of Appeals where “there was reasonable ground for failure to do so[.]” 15 U.S.C. § 78y(c)(1).

exhaust administrative remedies may be excused when the claimant advances a constitutional challenge unsuitable for determination in an administrative proceeding, or when the unexhausted remedy is plainly inadequate.”).¹⁰

But application of those rules is not at issue in a case like this one where Plaintiff-Appellant raised structural constitutional claims. The same would hold true with respect to other constitutional claims,¹¹ as well as *ultra vires* claims subject to non-statutory review under *Leedom* and related authorities. These types of claims are not subject to the APA’s “final agency action” requirement and thus cannot be excluded on those grounds. *See Bowen v. Michigan Acad. of Family Physicians*, 476 U.S. 667, 678–82 (1986) (review of constitutional claims absent clear statement to contrary); *Leedom v. Kyne*, 358 U.S. 184, 188–91 (1958) (non-statutory *ultra vires* review); *Nat. Parks Cons. Assoc. v. Norton*, 324 F.3d 1229, 1240-41 (11th Cir. 2003) (jurisdiction over constitutional claims even absent “final agency action”). To the

¹⁰ If Section 704 was jurisdictional in the Article III sense, there could be no equitable exceptions. That is because “courts have ‘no authority to create equitable exceptions to jurisdictional requirements.’” *Hobby Lobby Stores, Inc. v. Sebelius*, 723 F.3d 1114, 1158 (10th Cir. 2013) (*en banc*) (Gorsuch, J., concurring) (quoting *Bowles v. Russell*, 551 U.S. 205 (2007)). That cannot be the law.

¹¹ *See Free Enter. Fund*, 561 U.S. at 491 n.2 (“If the Government’s point is that an Appointments Clause or separation-of-powers claim should be treated differently than every other constitutional claim, it offers no reason and cites no authority why that might be so.”).

extent this Circuit’s precedent is to the contrary,¹² this *en banc* Court should overrule these decisions and clarify here that Section 704 of the APA is not jurisdictional.¹³ Nor does the SEC Act purport to condition *jurisdiction* on exhaustion of administrative remedies. *See* 15 U.S.C. § 78y.

This Circuit’s recent expansion of *Thunder Basin* erects an insurmountable bright-line barrier to Article III review of unconstitutional administrative enforcement actions. This judicially created barrier irreconcilably conflicts with Supreme Court precedent, while misconstruing the plain language of the applicable review statute.

This type of error is self-replicating and should not be allowed to stand. This Court should clarify that *Thunder Basin* does not require the federal judiciary to look away from rogue administrative action that violates individuals’ federal constitutional rights. After all, “[i]t is emphatically the province and duty of the judicial department to say what the law is.” *Marbury v. Madison*, 5 U.S. (1 Cranch) 137, 177 (1803). And courts should not weaponize *Thunder Basin* to abdicate

¹² *See, e.g., Am. Airlines*, 176 F.3d at 287 (“If there is no ‘final agency action’ . . . a court lacks subject matter jurisdiction.”). *But cf. Ala.-Coushatta Tribe of Tex. v. United States*, 757 F.3d 484, 488–89 (5th Cir. 2014).

¹³ Application of *Arbaugh*’s clear-statement rule to Section 704 further confirms it is nonjurisdictional. *See Long Term Care Partners v. United States*, 516 F.3d 225, 238–39 (4th Cir. 2008) (Williams, C.J., concurring) (*Arbaugh* clarifies that “final agency action” is not jurisdictional); *Trudeau*, 456 F.3d at 184–87; *Sharkey v. Quarantillo*, 541 F.3d 75, 88 n.10 (2d Cir. 2008) (discussing post-*Arbaugh* case law); *Nulankeyutmonen Nkihtaqmikon v. Impson*, 503 F.3d 18, 33 (1st Cir. 2007).

jurisdiction simply because a particular case or controversy raises uncomfortable constitutional questions. *Cf. Lexmark*, 572 U.S. at 126.

Thunder Basin is not an open-ended docket-management tool. *Cf. Cochran*, 2020 U.S. App. LEXIS 25525, at *17–20. Judge Rakoff hit the nail on the head: “A fear of abuse by litigants in other cases should never deter a federal court from its unflinching duty to provide a forum for vindication of constitutional protections to those who can make a substantial showing that they have indeed been denied their rights.” *Gupta*, 796 F. Supp. 2d at 514. Such should be the case here.

As the Supreme Court has long stressed, there is a strong presumption of judicial review of administrative actions at a meaningful time in a meaningful manner, which may only be rebutted by clear and convincing evidence that Congress—not the courts—intended to preclude review. *See Bowen*, 476 U.S. at 670–71 (noting “strong presumption” of “judicial review of administrative action” that can only be rebutted by “clear and convincing” evidence); *see also U.S. Army Corps of Eng’rs v. Hawkes Co.*, 136 S. Ct. 1807, 1816 (2016); *Sackett v. EPA*, 566 U.S. 120, 130 (2012). There is no such evidence here, as the Supreme Court has found. *See Free Enter. Fund*, 561 U.S. at 489. That should end the matter.

This Court should not “require plaintiffs to bet the farm” as a condition precedent to obtaining judicial review. *See id.* at 490–91. But that is exactly what is at stake. “Given that the vast majority of all SEC administrative proceedings end in

settlements rather than in actual decisions, it might well be that choosing to litigate is, in fact, equivalent to ‘betting the farm.’” *Tilton*, 824 F.3d at 298 n.5 (Droney, J., dissenting).¹⁴

The SEC Act and similar statutory review schemes should not be interpreted to “enable the strong-arming of regulated parties into ‘voluntary compliance’ without the opportunity for judicial review—even judicial review of the question whether the regulated party is within the . . . [agency’s] jurisdiction.” *Sackett*, 566 U.S. at 130–31. “[A]t least at some point, even the temporary subjection of a party to a Potemkin jurisdiction so mocks the party’s rights as to render end-of-the-line correction inadequate.” *United States v. Microsoft Corp.*, 147 F.3d 935, 954 (D.C. Cir. 1998).

If the SEC removal scheme is unconstitutional, it is unconstitutional. Let the chips fall where they may. But it is no answer to bob and weave to duck the merits of that question, whether out of solicitude to the administrative state or otherwise. Courts should “not shelter in place when the Constitution is under attack. Things

¹⁴ Judge Droney’s observation also holds true for similarly structured administrative bodies. See Joshua D. Wright, *Section 5 Revisited: Time for the FTC to Define the Scope of Its Unfair Methods of Competition Authority*, (Feb. 26, 2015) (“[F]irms typically will prefer to settle . . . rather than to go through lengthy and costly litigation in which they are both shooting at a moving target and have the chips stacked against them.”), <http://bit.ly/2c3FSYZ>.

never go well when . . . [courts] do.” *Roman Catholic Diocese of Brooklyn v. Cuomo*, No. 20A87, slip op., 592 U.S. ____ (Nov. 25, 2020) (Gorsuch, J., concurring).

Forcing Plaintiff-Appellant through a protracted (and expensive) unconstitutional administrative process “before they may assert their constitutional claim in a federal court means that by the time the day for judicial review comes, they will already have suffered the injury that they are attempting to prevent.” *Tilton*, 824 F.3d at 298 (Droney, J., dissenting). This is particularly unfair where, as here, the agency not only lacks relevant expertise but has *already decided the issue* on the merits, and thus further administrative consideration would serve no purpose.¹⁵

That is not the only irreparable harm at issue—even accepting the dubious proposition that the “expense and disruption of . . . protracted adjudicatory proceedings” is merely “part of the social burden of living under government[.]” *See Standard Oil*, 449 U.S. at 244. *But cf. Odebrecht Constr. v. Sec’y, Fla. DOT*, 715 F.3d 1268, 1289 (11th Cir. 2013). Time and again, courts have held reputational

¹⁵ The SEC has already rejected, on the merits, Plaintiff-Appellant’s structural constitutional argument. *See* Defs.’ Resp. in Opp’n to Pl.’s Prelim. Inj. Mot., *Cochran v. SEC*, No. 4:19-cv-00066-A, at 18–21 (N.D. Tex., filed Mar. 4, 2019). More recently, the Commission issued an opinion rejecting this identical argument. *See* Op. of Comm’n, *In re John Thomas Capital Mgmt. Grp. LLC*, No. 3-15255, at 42–44 (Sept. 4, 2020), <https://bit.ly/3hnpDq1>.

harm, adverse publicity, and loss of good will are irreparable harm.¹⁶ This state of affairs should not be allowed to continue.

C. *Thunder Basin, Elgin, and Standard Oil Do Not Bar the Courthouse Doors.*

This Circuit’s recently erected barrier to judicial review during ongoing administrative enforcement actions is rooted in a fundamental misinterpretation and expansion of *Thunder Basin, Elgin, and Standard Oil*. Cf. *FTC v. Credit Bureau Ctr., LLC*, 937 F.3d 764, 775–86 (7th Cir. 2019). This Court should correct this expansion, as these cases do not support, let alone compel, this new approach.

i. *Thunder Basin*

Thunder Basin was decided in 1994, and its applicability here is doubtful in light of *Arbaugh, Free Enterprise Fund, and Sackett*. But more directly, *Thunder Basin* should not be imported it into review schemes like the SEC’s, which operate differently from the Mine Act at issue in that case. To begin with, “the Mine Act did not create the forum selection provision which the SEC enjoys here[.]” *Ironridge Global IV, Ltd. v. SEC*, 146 F. Supp. 3d 1294, 1303 (N.D. Ga. 2015). And unlike the SEC Act, the Mine Act’s history shows Congress specifically intended to *narrow* the scope of district court review. See *Thunder Basin*, 510 U.S. at 209–11 & n.15 (noting Congress amended the Act to eliminate district court review and finding “the

¹⁶ See, e.g., *Ferrero v. Assoc. Materials, Inc.*, 923 F.2d 1441, 1449 (11th Cir. 1991); *Housworth v. Glisson*, 485 F. Supp. 29, 35–36 (N.D. Ga. 1978).

legislative history and these amendments to be persuasive evidence that Congress intended to” preclude judicial review).

In addition, unlike here, *Thunder Basin* primarily involved statutory claims, which were resolved *within* the applicable statutory framework. Nevertheless, the Court reached the merits of the constitutional due process claim and did not eschew jurisdiction simply because other claims were statutory. *See id.* at 219 (Scalia, J., concurring in part and concurring in the judgment) (noting “constitutional claim disposed of in Part IV, which is rejected not on preclusion grounds but on the merits”); *Elgin*, 567 U.S. at 31–32 (Alito, J., dissenting). Because the Court reached the merits of this constitutional claim, it necessarily follows that the Court had jurisdiction over it. *See Steel Co. v. Citizens for a Better Env’t*, 523 U.S. 83 (1998) (court must address issues of jurisdiction before reaching merits). Perhaps for this reason “since *Thunder Basin*, other courts have held that the Mine Act does not preclude all constitutional claims from district court jurisdiction.” *Ironridge*, 146 F. Supp. 3d at 1303 n.5 (citing *Elk Run Coal Co. v. Dep’t of Labor*, 804 F. Supp. 2d 8, 19 (D.D.C. 2011) (finding the Mine Act did not preclude “broad constitutional challenges” from district court jurisdiction, and stating *Thunder Basin* supported such a finding)). It would be perverse to read the exercise of jurisdiction over the constitutional claim in *Thunder Basin* as somehow *precluding* jurisdiction over

constitutional claims in cases relating to other statutes that do not include the Mine Act's intentional narrowing of judicial review.

ii. *Elgin*

The application of *Elgin* to preclude judicial review of collateral issues presents the same error as shoehorning this case under *Thunder Basin*. Indeed, *Elgin* underscores why statutory review schemes, like the SEC's, do not bar district court review of substantial constitutional and *ultra vires* claims.¹⁷ As in *Thunder Basin*, but unlike here, Congress intentionally *narrowed* the scope of district court jurisdiction when it enacted the Civil Service Reform Act ("CSRA"), the statute at issue in *Elgin*. See 567 U.S. at 13–14. And unlike the SEC Act, the CSRA governs a different type of litigation: employment disputes brought by federal employees against agencies. See *United States v. Fausto*, 484 U.S. 439, 443–47 (1988). That is a different animal from inhouse enforcement proceedings brought by administrative agencies *against* private citizens seeking civil penalties, disgorgement, industry bans, gag orders, injunctions on business activity, and other severely punitive relief.

The CRSA, by contrast, appears to have been enacted to *replace* the prior system where federal employees would seek review of administrative decisions regarding employment disputes in "district courts through the various forms of

¹⁷ See also *Elgin*, 567 U.S. at 25 (Alito, J., dissenting) ("Because I doubt that Congress intended to channel petitioners' constitutional claims into an administrative tribunal that is powerless to decide them, I respectfully dissent.").

action traditionally used for so-called nonstatutory review of agency action[.]” *Id.* at 444 (cleaned up). Unlike here, part of the *raison d’etre* of the CSRA was to bar federal employees from bringing lawsuits in federal court. As should be obvious, that was not Congress’s intent in granting the SEC power to bring inhouse administrative enforcement actions.

iii. *Standard Oil*

Standard Oil, if anything, shows the district court should have reached the merits of Plaintiff-Appellant’s claims, confirming that issuance of an administrative complaint is an “agency action” waiving sovereign immunity. *See* 449 U.S. at 238 n.7. But that is all. *Standard Oil* did not address the issue of jurisdiction, instead solely addressing the APA’s general requirement of “final agency action” to state a claim on which relief may be granted under the APA. *See id.* at 244. That hurdle does not apply in cases claiming constitutional violations or *ultra vires* action.

The district court’s decision below illustrates the manner in which misunderstood *dicta* in *Standard Oil* has resulted in concrete harm to victims of unconstitutional administrative processes. The district court correctly recognized the practical consequences to Plaintiff-Appellant from dismissing her constitutional claims for lack of jurisdiction:

The court is deeply concerned with the fact that plaintiff already has been subjected to extensive proceedings before an ALJ who was not constitutionally appointed, and contends that the one she must now face for further, undoubtedly extended, proceedings likewise is

unconstitutionally appointed. She should not have been put to the stress of the first proceedings, and, if she is correct in her contentions, she again will be put to further proceedings, undoubtedly at considerable expense and stress, before another unconstitutionally appointed administrative law judge.

Cochran v. SEC, No. 4:19-CV-066-A, 2019 U.S. Dist. LEXIS 49751, at *4–5 (N.D. Tex. Mar. 25, 2019).

However, the district court mistakenly found it lacked subject-matter jurisdiction based on a misreading of dicta in *Standard Oil* to the effect that no irreparable harm flows from the disruption and litigation expense caused by protracted administrative enforcement proceedings, and thus the federal judiciary is powerless under *all* circumstances to review ongoing administrative agency enforcement proceedings. *See id.* at *5–6 (“Were it not for the problem created by the ruling of the Supreme Court in *Federal Trade Commission [v. Standard Oil]*, the court would give serious consideration to grant of plaintiff’s request for a preliminary injunction. As it is, the court considers that it is not authorized to do so.”). This Court should not be led astray by any invitation by the SEC to travel down this constitutionally dubious path.

CONCLUSION

This Court should reverse the judgment below.

Respectfully submitted,

/s/ Michael Pepson

Michael Pepson

AMERICANS FOR PROSPERITY FOUNDATION

1310 N. Courthouse Road, Ste. 700

Arlington, VA 22201

571.329.4529

mpepson@afphq.org

CERTIFICATE OF COMPLIANCE

This brief contains 6,254 words. This brief also complies with the typeface and type-style requirements of FRAP 32(a)(5)-(6) because it was prepared using Microsoft Word 2013 in Times New Roman 14-point font.

/s/ Michael Pepson
Michael Pepson

Dated: December 7, 2020

CERTIFICATE OF SERVICE

I hereby certify that on December 7, 2020, I electronically filed the above Brief of Amicus Curiae Americans for Prosperity Foundation in Support of Plaintiff-Appellants and Reversal on Rehearing En Banc with the Clerk of the Court by using the appellate CM/ECF system. I further certify that service will be accomplished by the appellate CM/ECF system.

/s/ Michael Pepson
Michael Pepson

Dated: December 7, 2020