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** pro hac vice pending*

UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF OREGON
PENDLETON DIVISION

KATHRYN DUNLAP and JAMES DUNLAP,

No. 2:21-cv-00942

Plaintiffs,

v.

**COMPLAINT FOR
DECLARATORY AND
INJUNCTIVE RELIEF**

THOMAS J. VILSACK, in his official capacity as
U.S. Secretary of Agriculture; ZACH
DUCHENEAUX, in his official capacity as
Administrator, Farm Service Agency,

Defendants.

INTRODUCTION

1. The Constitution’s promise of equal justice under the law is that the government will treat people as individuals, not simply as members of their racial group. “In the eyes of government, we are just one race here. It is American.” *Adarand Constructors, Inc. v. Pena*, 515 U.S. 200, 239 (1995) (Scalia, J., concurring). All Americans are entitled to equal treatment regardless of color. Plaintiffs Kathryn Dunlap and James Dunlap bring this lawsuit to challenge a law that distributes benefits and burdens on the basis of race in violation of the Fifth Amendment to the Constitution.

2. The American Rescue Plan Act of 2021 was signed into law on March 11, 2021. Section 1005 of the Act directs the United States Secretary of Agriculture to “provide a payment in an amount up to 120 percent of the outstanding indebtedness of each socially disadvantaged farmer or rancher as of January 1, 2021.”

3. Under Section 1005, social disadvantage does not turn on the individual characteristics of any farmer or rancher. Section 1005 assumes farmers and ranchers are socially disadvantaged for no other reason than their membership in a racial group. By contrast, Section 1005 categorically excludes other farmers and ranchers from loan assistance because they do not belong in a “socially disadvantaged racial group.” Farmers and ranchers who are Black, American Indian/Alaskan Native, Hispanic, Asian, and Hawaiian/Pacific Islander are eligible for loan assistance, regardless of whether they have suffered any racial discrimination in obtaining farm loans, farming, or elsewhere, and regardless of their present economic circumstances. Farmers and ranchers who are white are ineligible for loan assistance, regardless of their individual circumstances.

4. Plaintiffs Kathryn Dunlap and James Dunlap are white farmers within this district. Like many other farmers, they suffered economic harm as a result of the Coronavirus pandemic. Plaintiffs hold eligible farm loans under Section 1005. Plaintiffs would be eligible for assistance on these loans under Section 1005 if they identified as a member of any other racial group. But because they identify as white, Plaintiffs are categorically excluded from loan assistance.

5. Section 1005 excludes Plaintiffs from the loan assistance program because of their race. USDA began to distribute loan assistance payments pursuant to Section 1005 before federal courts in other districts put a temporary halt to the distribution.¹ USDA is prepared to resume distribution of about four billion dollars to farmers and ranchers with farm loans as soon as possible. Plaintiffs bring this lawsuit to eliminate Section 1005's race-based preferences and to restore the promise of equal treatment under the law.

JURISDICTION AND VENUE

6. This Court has jurisdiction over this action pursuant to 28 U.S.C. § 1331. This action arises directly under the Due Process Clause of the Fifth Amendment. Plaintiffs also bring this claim under 5 U.S.C. § 702.

7. The Court has authority to issue declaratory and injunctive relief pursuant to 28 U.S.C. §§ 2201 and 2202.

8. Venue is proper under 28 U.S.C. § 1391(b)(2) because a substantial part of the events or omissions giving rise to the claims occurred in this district and a substantial part of the property that is the subject of the action is situated in this district. Venue is also proper under 28

¹ See Decision and Order Granting Plaintiff's Motion for Preliminary Injunction, ECF No. 41, *Wynn v. Vilsack*, No. 3:21-cv-00514-MMH-JRK (M.D. Fla. June 23, 2021); Decision and Order Granting Plaintiffs' Motion for a Temporary Restraining Order, ECF No. 21, *Faust v. Vilsack*, No. 21-C-548 (E.D. Wis. June 10, 2021).

U.S.C § 1391(e)(1)(B) because the Defendants are officers, employees, and agencies of the United States and a substantial part of the events or omissions giving rise to the claims occurred in this district and a substantial part of property that is the subject of the action is situated in this district.

PARTIES

Plaintiffs

9. Kathryn Dunlap is a farmer in Baker City, Oregon. Ms. Dunlap and her husband James Dunlap rent land from his parents' farm. Kathryn and James Dunlap raise cattle and grow hay on the farm. On top of farming, Ms. Dunlap also works a full-time sales job, and together with her husband, she helps raise their one-and-a-half-year-old child. Ms. Dunlap holds qualifying farm loans under Section 1005, which she took out with her husband to purchase more cattle and farming equipment. Ms. Dunlap is white. But for her race, Ms. Dunlap would be eligible for loan assistance under Section 1005.

10. James Dunlap is a farmer in Baker City, Oregon. Mr. Dunlap is a fifth-generation farmer and has been farming his whole life. He and his wife raise cattle and grow hay on his family's farm, where he and his wife rent land from his parents. Mr. Dunlap also works full time as a railroad engineer. Between engineering and farming, Mr. Dunlap works 100 hours a week. He and his wife also raise their one-and-a-half-year-old child. With his wife, Mr. Dunlap holds qualifying farm loans under Section 1005, which they took out to purchase more cattle and farming equipment. Mr. Dunlap is white. But for his race, Mr. Dunlap would be eligible for loan assistance under Section 1005.

Defendants

11. Defendant Thomas J. Vilsack is the United States Secretary of Agriculture. The Secretary of Agriculture leads the United States Department of Agriculture (USDA), which includes the Farm Service Agency. Section 1005 appropriates to the Secretary of Agriculture "for

fiscal year 2021, out of amounts in the Treasury not otherwise appropriated, such sums as may be necessary, to remain available until expended, for the cost of loan modifications and payments under this section.” Section 1005 also provides that the Secretary of Agriculture “shall provide a payment” to socially disadvantaged farmers or ranchers on qualifying farm loans. Mr. Vilsack is sued only in his official capacity.

12. Defendant Zach Ducheneaux is the administrator of USDA’s Farm Service Agency (FSA). The administrator is the head of FSA. FSA offers loans to farmers and ranchers, including farm loans as defined in Section 1005. Mr. Ducheneaux is sued only in his official capacity.

GENERAL ALLEGATIONS

Section 1005 of the American Rescue Plan Act of 2021

13. The American Rescue Plan Act of 2021 was signed into law on March 11, 2021.

14. Section 1005 of the Act is entitled “Farm Loan Assistance for Socially Disadvantaged Farmers and Ranchers.”

15. Section 1005 appropriates to the Secretary of Agriculture, “out of amounts in the Treasury not otherwise appropriated, such sums as may be necessary, to remain available until expended, for the cost of loan modifications and payments under this section.” § 1005(a)(1).²

16. Section 1005 directs the Secretary of Agriculture to “provide a payment in an amount up to 120 percent of the outstanding indebtedness of each socially disadvantaged farmer or rancher as of January 1, 2021, to pay off the loan directly or to the socially disadvantaged farmer or rancher (or a combination of both), on each (A) direct farm loan made by the Secretary to the

² Unless otherwise indicated, all statutory references are to the American Rescue Plan Act of 2021, Pub. L. No. 117-2, 135 Stat. 4.

socially disadvantaged farmer or rancher; and (B) farm loan guaranteed by the Secretary the borrower of which is the socially disadvantaged farmer or rancher.” § 1005(a)(2).

17. Section 1005 defines a farm loan as “a loan administered by the Farm Service Agency under subtitle A, B, or C of the Consolidated Farm and Rural Development Act (7 U.S.C. 1922 et seq.)” or “a Commodity Credit Corporation Farm Storage Facility Loan.” § 1005(b)(1).

18. Farmers and ranchers that do not qualify as “socially disadvantaged farmers and ranchers” are ineligible for farm loan assistance under Section 1005. By contrast, the Secretary must provide loan assistance to socially disadvantaged farmers and ranchers with qualifying loans under Section 1005. § 1005(a)(2).

19. Section 1005 specifies that “the term ‘socially disadvantaged farmer or rancher’ has the meaning given the term in Section 2501(a) of the Food, Agriculture, Conservation, and Trade Act of 1990 (7 U.S.C. § 2279(a)).” § 1005(b)(3). That law defines “socially disadvantaged farmer or rancher” as “a farmer or rancher who is a member of a socially disadvantaged group.” 7 U.S.C. § 2279(a). According to USDA, for purposes of Section 1005, socially disadvantaged groups are: “American Indians or Alaskan Natives; Asians; Blacks or African Americans; Native Hawaiians or other Pacific Islanders; and Hispanics or Latinos.”³ This definition is consistent with other USDA regulations defining socially disadvantaged groups. *See, e.g.*, 7 C.F.R. § 760.107(b)(1) (“socially disadvantaged group” is limited to American Indians/Alaskan natives, Asian-Americans, Blacks, Hawaiians/Pacific Islanders, and Hispanics); *id.* § 1410.2(b) (“Socially disadvantaged groups include the following and no others unless approved in writing . . . :

³ *Notice of Funds Availability; American Rescue Plan Act of 2021 Section 1005 Loan Payment (ARPA)*, 86 Fed. Reg. 28,329 (May 26, 2021).

(i) American Indians or Alaskan Natives; (ii) Asians or Asian-Americans; (iii) Blacks or African Americans; (iv) Hispanics; and (v) Native Hawaiians or other Pacific Islanders.”).

20. Women farmers or ranchers are considered “socially disadvantaged” under many USDA regulations. *See, e.g.*, 7 C.F.R. § 7.3; 7 C.F.R. § 718.2; 7 C.F.R. § 761.2(b). However, Section 1005 applies only to race and does not include women farmers in its definition of socially disadvantaged.

Statutory Purpose

21. The 242-page American Rescue Plan bill did not include any congressional findings or statement of legislative purpose related to Section 1005.

22. Section 1005 is similar to Sections 3 and 4 of Senate Bill 278, proposed by Senator Warnock on February 8, 2021. The proposed bill was also known as the “Emergency Relief for Farmers of Color Act of 2021.” *See* Emergency Relief for Farmers of Color Act of 2021, S. 278, 117th Cong. (“SB 278”)

23. The stated purpose of Senate Bill 278 was “to address the historical discrimination against socially disadvantaged farmers and ranchers and address issues relating to the Coronavirus Disease 2019 (COVID–19).” SB 278 § 4(a).

24. The proposed congressional findings in Section 2 of Senate Bill 278 did not include any findings of discrimination specific to Asian-American farmers or ranchers.

25. The proposed findings in Section 2 of Senate Bill 278 did not include any findings of discrimination specific to Hawaiian or Pacific Islander farmers or ranchers.

26. The proposed findings in Section 2 of Senate Bill 278 did not include any finding that farmers and ranchers who suffered economic losses as a result of the Coronavirus Disease

were “socially disadvantaged” or that socially disadvantaged farmers or ranchers were unable to access other Coronavirus-related relief funds.

27. The proposed congressional findings in Section 2 of Senate Bill 278 assert that “numerous reports over 60 years have shown a consistent pattern of discrimination at the Department of Agriculture against Black farmers, Indigenous farmers, and farmers of color.”

28. On March 10, 2021, Defendant Vilsack issued a statement on passage of the American Rescue Plan Act by the U.S. Congress.⁴ Defendant Vilsack stated that the “American Rescue Plan provides historic debt relief to Black, Indigenous, Hispanic, and other farmers of color who for generations have struggled to fully succeed due to systemic discrimination and a cycle of debt.”⁵

29. On March 25, 2021, Defendant Vilsack provided written testimony to Congress. Referring to the American Rescue Plan Act, Mr. Vilsack explained that the “law provides funding to address longstanding racial equity issues within the Department and across agriculture.” Mr. Vilsack added that the law “provides debt relief for socially disadvantaged farmers and ranchers to respond to the cumulative impacts of systemic discrimination and barriers to access that have created a cycle of debt.”

30. On March 26, 2021, Defendant Ducheneaux published a blog post entitled “American Rescue Plan Socially Disadvantaged Farmer Debt Payments.”⁶

⁴ *Statement from Agriculture Secretary Tom Vilsack on Congressional Passage of the American Rescue Plan Act*, U.S. DEP’T AGRIC. (Mar. 10, 2021), <https://www.usda.gov/media/press-releases/2021/03/10/statement-agriculture-secretary-tom-vilsack-congressional-passage>.

⁵ *Id.*

⁶ Zach Ducheneaux, *American Rescue Plan Socially Disadvantaged Farmer Debt Payments*, U.S. DEP’T AGRIC. (Mar. 26, 2021), <https://www.farmers.gov/connect/blog/loans-and-grants/american-rescue-plan-socially-disadvantaged-farmer-debt-payments>.

31. Defendant Ducheneaux's blog post stated that "USDA recognizes that socially disadvantaged farmers and ranchers have faced systemic discrimination with cumulative effects that have, among other consequences, led to a substantial loss in the number of socially disadvantaged producers, reduced the amount of farmland they control, and contributed to a cycle of debt that was exacerbated during the COVID-19 pandemic." The post also stated that to "address these systemic challenges, the American Rescue Plan Act of 2021 provides historic debt relief to socially disadvantaged producers including Black/African American, American Indian or Alaskan native, Hispanic or Latino, and Asian American or Pacific Islander." Finally, Defendant Ducheneaux's blog post stated that "Producers who have worked with USDA's Farm Service Agency previously may have their ethnicity and race on file. A borrower, including those with guaranteed loans, can contact their local USDA Service Center to verify, update or submit a new ethnicity and race designation using the AD-2047."

32. In May 2021, USDA sent a letter to farmers and ranchers who have not designated details about their demographic information, including their "race and ethnicity data." The letter stated that "Section 1005 provides benefits specifically for socially disadvantaged farmers and ranchers." It explained that the "definition includes borrowers who are American Indian, Alaskan Native, Asian, Black, African American, Native Hawaiian, or Pacific Islander by race and/or Hispanic or Latino by ethnicity as noted in FSA records." That same month, the USDA began issuing loan payments to farmers and ranchers under Section 1005.

33. In June 2021, the United States District Court for the Eastern District of Wisconsin issued a Temporary Restraining Order preventing Defendants from distributing payments under Section 1005. *See Faust v. Vilsack*, No. 1:21-cv-548, ECF No. 21 (E.D. Wis. June 10, 2021). Later in the same month, the United States District Court for the Middle District of Florida issued a

preliminary injunction preventing Defendants from distributing payments under Section 1005. *See Wynn v. Vilsack*, No. 3:21-cv-514, ECF No. 41 (M.D. Fla. June 24, 2021). Neither opinion prevents the USDA from sending out letters or processing applications in preparation for issuing loan assistance payments under Section 1005.

Past Efforts to Remedy Discrimination

34. There has been an extensive federal response to allegations of historical loan discrimination by USDA.

35. The 1990 Farm Bill established the Outreach and Assistance for Socially Disadvantaged Farmers and Ranchers and Veteran Farmers and Ranchers Program (“2501 Program”). Pub. L. No. 101-624, § 2501. As USDA’s website says, the 2501 Program is intended to “provide outreach and technical assistance for underserved farmers, ranchers, and foresters, in owning and operating sustainable farms and ranches while increasing their participation in USDA programs and services.”⁷

36. “Since 1994, the 2501 Program has awarded 533 grants totaling more than \$138 million.” *Id.* As USDA’s website proclaims, “This funding has helped reach socially disadvantaged agricultural producers – farmers and ranchers who have experienced barriers to service due to racial or ethnic prejudice.” *Id.* The 2018 Farm Bill also extended and increased funding for the 2501 Program. *See* Agricultural Improvement Act of 2018, Pub. L. No. 115-334, 132 Stat. 4490.

37. Over a decade ago, a series of class action lawsuits alleging discrimination by USDA in lending to minority farmers and ranchers resulted in payments to farmers and ranchers

⁷*Socially Disadvantaged Farmers and Ranchers*, U.S. DEP’T OF AGRIC., <https://www.usda.gov/partnerships/socially-disadvantaged-farmers-and-ranchers>

affected by racial discrimination. In the *Pigford* litigation, USDA paid out around \$1 billion to a class of approximately 23,000 Black farmers under the provisions of a consent decree.

38. A subsequent class action settlement provided relief for Black farmers who were too late to file claims under *Pigford*. See *In re Black Farmers Discrimination Litig.*, No. 08-0511 (D.D.C. 2011).

39. Similarly, in *Keepseagle v. Veneman*, a court approved a class action settlement in a case brought by Native American farmers and ranchers. Order, No. 99-cv-3119 (D.D.C. Apr. 28, 2011).

40. In 2011, the Department of Justice and USDA announced the establishment of a process to resolve the claims of women and Hispanic farmers and ranchers who asserted that they were discriminated against when seeking USDA farm loans.

41. In 1998, Congress suspended application of the two-year statute of limitations for Equal Credit Opportunity Claims, allowing discrimination claimants to qualify for payments under these settlements based on even decades-old instances of discrimination.

42. In the 2008 farm bill, Congress stated that discrimination claims and class action lawsuits brought against USDA should be quickly and fairly resolved. Congress provided \$100 million to help settle the *Pigford* discrimination claims and established a moratorium on acceleration and foreclosure proceedings by USDA against any farmer or rancher who filed a discrimination claim.

43. Congress provided an additional \$1.15 billion in funding in the Claims Resolution Act of 2010 to settle the additional claims in the *Pigford II* class action lawsuit. See *In re Black Farmers Discrimination Litig.*, 856 F. Supp. 2d 1 (D.D.C. 2011), *as amended* (Nov. 10, 2011)

(approving settlement). All told, the federal government has paid out more than \$2.4 billion in settlements to minority and female farmers.

Implementation of Section 1005

44. USDA's website explains that the types of loans that are eligible for loan assistance under Section 1005 are those made directly by FSA, "including Farm Storage Facility Loans, Direct Farm Ownership Loans, Farm Operating Loans, including Microloans and Youth Loans, Emergency Loans, Conservation Loans, and Soil and Water Loans."⁸ Also eligible for repayment are loans guaranteed by FSA and made by an approved lender, "including Farm Ownership Loans, Farm Operating Loans, and Conservation Loans."

45. The USDA and FSA published a Notice of Funds Availability in the Federal register on May 26, 2021.⁹ The notice states that "Members of socially disadvantaged groups include, but are not limited to: American Indians or Alaskan Natives; Asians; Blacks or African Americans; Native Hawaiians or other Pacific Islanders; and Hispanics or Latinos." *Id.* It further states that "The Secretary of Agriculture will determine on a case-by-case basis whether additional groups qualify under this definition in response to a written request with supporting explanation." *Id.*

46. A USDA webpage entitled "American Rescue Plan Debt Payments FAQ" contains USDA's responses to frequently asked questions about Section 1005.¹⁰ A frequently asked question on the USDA webpage is: "Are there any similar programs for borrowers who are not

⁸ *American Rescue Plan Debt Payments*, U.S. DEP'T AGRIC., <https://www.farmers.gov/americanrescueplan>

⁹ Notice of Funds Availability; American Rescue Plan Act of 2021 Section 1005 Loan Payment (ARPA), 86 FR 28329 (May 26, 2021).

¹⁰ *American Rescue Plan Debt Payments FAQ*, U.S. DEP'T AGRIC., <https://www.farmers.gov/americanrescueplan/arp-faq> (last updated May 21, 2021).

socially disadvantaged based on race and ethnicity?” *Id.* The webpage states: “This American Rescue Plan program is for socially disadvantaged borrowers[.]” *Id.*

47. Loan assistance payments under Section 1005 will be offered to each farmer and rancher who has Form AD-2047¹¹ on file with USDA indicating that the farmer or rancher identifies as a member of a racial group other than “White.” Beginning on May 24, 2021, FSA sent letters to each qualifying direct loan borrower detailing their FSA loan balances and the payment each borrower is entitled to receive under Section 1005.¹² USDA expects the issuance of these letters to continue throughout June.¹³

48. Each direct borrower who receives a letter from FSA must sign and return the letter to FSA to receive his or her loan assistance. FSA will then process the signed letters. Payments are expected to issue within three weeks of FSA’s receipt of a borrower’s signed letter.

49. FSA has already distributed loan assistance to some farmers and ranchers pursuant to Section 1005. Most of the farmers and ranchers who are eligible for loan assistance under Section 1005 have direct loans with FSA.

50. Holders of loans guaranteed by FSA are also eligible for repayment, but the application process for those loans will begin within a few months..

Application of Section 1005 to Plaintiffs

51. Plaintiffs hold farm loans that would be eligible for loan assistance under Section 1005 but for its “socially disadvantaged” provisions. Because Plaintiffs are white, they are not

¹¹ Customer Data Worksheet, U.S. DEP’T AGRIC., <https://www.farmers.gov/sites/default/files/documents/AD2047-01192021.pdf>.

¹² *American Rescue Plan Debt Payments*, U.S. DEP’T AGRIC., <https://www.farmers.gov/sites/default/files/2021-05/american-rescue-plan-timeline-graphic3.pdf>

¹³ *Id.*

considered to be “socially disadvantaged farmer[s] or rancher[s]” under Section 1005. As a result, Plaintiffs are ineligible for loan assistance.

52. Consistent with Section 1005, USDA cannot make a person who does not belong to a socially disadvantaged group eligible for loan assistance under the statute.

**COUNT I: VIOLATION OF THE FIFTH AMENDMENT
TO THE UNITED STATES CONSTITUTION**

53. Plaintiffs hereby incorporate the prior allegations of this complaint.

54. The Due Process Clause of the Fifth Amendment provides, “[n]o person shall be . . . deprived of life, liberty, or property, without due process of law.” U.S. Const. amend. V. This clause contains an equal protection component applicable to the federal government. *Bolling v. Sharpe*, 347 U.S. 497, 499 (1954). Thus, “all racial classifications, imposed by whatever federal, state, or local governmental actor, must be analyzed by a reviewing court under strict scrutiny.” *Adarand Constructors*, 515 U.S. at 227.

55. Section 1005 violates the equal protection component of the Due Process Clause of the Fifth Amendment to the U.S. Constitution.

56. Section 1005 provides farm loan assistance on the basis of racial classifications. Farmers or ranchers who have farm loans and are Black, American Indian/Alaska Native, Hispanic, Asian, or Hawaiian/Pacific Islander are eligible for loan assistance. White farmers and ranchers with farm loans, as defined under Section 1005, are ineligible for loan assistance under Defendants’ interpretation of “socially disadvantaged groups” under Section 1005.

57. Because Section 1005 distributes benefits or burdens on the basis of racial classifications, it is subject to strict scrutiny. *See Parents Involved in Community Schools v. Seattle Sch. Dist. No. 1*, 551 U.S. 701, 720 (2007).

58. Strict scrutiny requires the government to show that its racial classifications (1) further a compelling governmental interest, and (2) are narrowly tailored to further that interest. *See Adarand Constructors*, 515 U.S. at 220.

59. Section 1005's racial classifications are not narrowly tailored to further a compelling governmental interest.

60. Section 1005 is not intended or designed to remedy specific instances of racial discrimination.

61. Section 1005 assumes that all individuals of "socially disadvantaged" racial groups have been subject to racial discrimination. Section 1005 directs the Secretary to provide farm loan assistance to all socially disadvantaged farmers and ranchers with qualifying farm loans.

62. Section 1005 does not limit farm loan assistance to only socially disadvantaged farmers and ranchers that have suffered racial discrimination, let alone racial discrimination in farming, or racial discrimination in obtaining farm loans.

63. Section 1005 directs the Secretary to provide farm loan assistance to socially disadvantaged farmers and ranchers even if they have not suffered any past discrimination.

64. Section 1005 directs the Secretary to provide farm loan assistance to socially disadvantaged farmers and ranchers even if any past discrimination that they have suffered has already been remedied by the government.

65. Plaintiffs are not "socially disadvantaged" under Section 1005 because they are white. Section 1005 assumes that individuals who do not belong to a "socially disadvantaged" racial group are not otherwise disadvantaged apart from their race. Farmers and ranchers who do not belong in "socially disadvantaged" racial groups are categorically ineligible for loan assistance

under Section 1005. Section 1005 does not provide farm loan assistance to any farmers and ranchers who are otherwise disadvantaged apart from their race.

**COUNT II: VIOLATION OF THE ADMINISTRATIVE PROCEDURE ACT
(Not in accordance with the law—Due Process Clause of the Fifth Amendment)**

66. Plaintiffs incorporate paragraphs 1–52, and 54–65 herein.

67. USDA’s implementation of Section 1005’s socially disadvantaged provisions is not “preliminary, procedural, or intermediate.” 5 U.S.C. § 704.

68. USDA, in accordance with Section 1005, excludes white farmers and ranchers from the category of “socially disadvantaged farmers and ranchers.”

69. The USDA did not take any additional action to include white farmers and ranchers in the category of “socially disadvantaged farmers and ranchers” prior to distributing loan assistance under Section 1005.

70. USDA’s implementation of Section 1005’s socially disadvantaged provisions is reviewable under 5 U.S.C. § 704.

71. The Administrative Procedure Act (APA) prohibits agency actions that are “not in accordance with law,” 5 U.S.C. § 706(2)(A), and those contrary to a constitutional right, power, privilege, or immunity. 5 U.S.C. § 706(2)(B). As stated above, the “socially disadvantaged” provisions of Section 1005 violate the equal protection component of the Due Process Clause of the Fifth Amendment. Accordingly, USDA’s implementation of Section 1005 violates the APA.

PRAYER FOR RELIEF

Wherefore, Plaintiffs pray for relief as follows:

1. A judgment declaring that the “socially disadvantaged” provisions of Section 1005 of the American Rescue Plan Act of 2021 violate the Fifth Amendment to the United States Constitution and are otherwise not in accordance with the law under the APA;

2. Preliminary and permanent injunctions prohibiting Defendants from enforcing the “socially disadvantaged” provisions of Section 1005 of the American Rescue Plan Act of 2021 and requiring Defendants to offer loan assistance to all farmers or ranchers with qualifying farm loans;

3. In the alternative, preliminary and permanent injunctions prohibiting Defendants from enforcing Section 1005 of the American Rescue Plan Act of 2021 in its entirety and enjoining Defendants from distributing loan assistance under Section 1005 to farmers and ranchers;

4. An award to Plaintiffs of such costs and attorney fees as allowed by law;

5. An award to Plaintiffs of \$1.00 in nominal damages; and

6. Any other relief that the Court deems just and proper.

DATED: June 24, 2021.

Respectfully submitted,

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