

Nos. 19-15072, 19-15118, 19-15150

**In the United States Court of Appeals
for the Ninth Circuit**

STATE OF CALIFORNIA; STATE OF DELAWARE; COMMONWEALTH
OF VIRGINIA; STATE OF MARYLAND; STATE OF NEW YORK;
STATE OF ILLINOIS; STATE OF WASHINGTON; STATE OF
MINNESOTA; STATE OF CONNECTICUT; DISTRICT OF COLUMBIA;
STATE OF NORTH CAROLINA; STATE OF VERMONT;
STATE OF RHODE ISLAND; STATE OF HAWAII,
Plaintiffs-Appellees.

v.

U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES; U.S.
DEPARTMENT OF LABOR; R. ALEXANDER ACOSTA, in his official capacity
as Secretary of the U.S. Department of Labor; ALEX M. AZAR II, Secretary of
the United States Department of Health and Human Services;
U.S. DEPARTMENT OF THE TREASURY; STEVEN TERNER MNUCHIN, in
his official capacity as Secretary of the U.S. Department of the Treasury,
Defendants-Appellants,

THE LITTLE SISTERS OF THE POOR JEANNE JUGAN RESIDENCE;
MARCH FOR LIFE EDUCATION AND DEFENSE FUND,
Intervenor-Defendants-Appellants,

On Appeal from the United States District Court
for the Northern District of California

**BRIEF FOR THE STATES OF TEXAS, ALABAMA,
ARKANSAS, GEORGIA, IDAHO, LOUISIANA, MISSOURI,
MONTANA, NEBRASKA, OKLAHOMA, SOUTH
CAROLINA, UTAH, AND WEST VIRGINIA AS
AMICI CURIAE IN SUPPORT OF DEFENDANTS-
APPELLANTS AND REVERSAL**

Counsel listed on inside cover

KEN PAXTON
Attorney General of Texas

KYLE D. HAWKINS
Solicitor General

JEFFREY C. MATEER
First Assistant Attorney General

JASON R. LAFOND
Assistant Solicitor General

Office of the Attorney General
P.O. Box 12548 (MC 059)
Austin, Texas 78711-2548
Tel.: (512) 936-1700
Fax: (512) 474-2697
kyle.hawkins@oag.texas.gov

TABLE OF CONTENTS

	Page
Table of Authorities.....	ii
Introduction.....	1
Summary of the Argument.....	3
Argument.....	5
I. The Agency Must Account for RFRA in Its Rulemaking.	5
A. RFRA compels agencies to avoid substantial burdens on religion while implementing generally applicable legislation.....	6
B. The district court wrongly concluded that section 300gg-13(a) withholds from the agency the discretion to accommodate religion.	12
II. Requiring Religious Objectors to Participate in the Provision of Contraceptives Would Violate RFRA.	14
A. Requiring religious objectors to participate in the provision of contraceptives places a substantial burden on religious practice.	16
1. The threatened civil penalties are facially substantial.....	16
2. Courts may not second-guess the religious objectors’ belief that any participation in the provision of contraceptives makes the religious objectors complicit.....	17
B. There is no compelling interest in mandating contraceptive coverage, let alone requiring the participation of religious objectors in the coverage scheme.	21
C. Assuming there is a compelling interest, requiring the participation of religious objectors in the coverage scheme is not the least restrictive means.	23
Conclusion.....	25
Certificate of Service.....	26
Certificate of Compliance	26

TABLE OF AUTHORITIES

Cases	Page(s)
<i>Bob Jones Univ. v. United States</i> , 461 U.S. 574 (1983)	22
<i>Burwell v. Hobby Lobby Stores, Inc.</i> , 573 U.S. 682 (2014)	<i>passim</i>
<i>Church of the Lukumi Babalu Aye, Inc. v. City of Hialeah</i> , 508 U.S. 520 (1993)	23
<i>Conservation Law Found. v. FERC</i> , 216 F.3d 41 (D.C. Cir. 2000).....	12
<i>E. Tex. Baptist Univ. v. Burwell</i> , 793 F.3d 449 (5th Cir. 2015).....	2
<i>Employment Division v. Smith</i> , 494 U.S. 872 (1990)	8
<i>Eternal Word Television Network, Inc. v. Sec’y</i> , <i>U.S. Dep’t of Health & Human Services</i> , 756 F.3d 1339 (11th Cir. 2014).....	18
<i>Fla. Star v. B.J.F.</i> , 491 U.S. 524 (1989).....	23
<i>FTC v. A.P.W. Paper Co.</i> , 328 U.S. 193 (1946)	10, 23
<i>Gillette v. United States</i> , 401 U.S. 437 (1971)	22
<i>Hernandez v. Commissioner</i> , 490 U.S. 680 (1989)	22
<i>Local 1976, United Bhd. of Carpenters & Joiners of Am., AFL v. NLRB</i> , 357 U.S. 93 (1958)	10
<i>Lyng v. Nw. Indian Cemetery Protective Ass’n</i> , 485 U.S. 439 (1988)	11
<i>N.M. Navajo Ranchers Ass’n v. ICC</i> , 702 F.2d 227 (D.C. Cir. 1983).....	12

<i>Nat’l Ass’n of Home Builders v. Defs. of Wildlife</i> , 551 U.S. 644 (2007)	14
<i>NLRB v. Int’l Bhd. of Elec. Workers, Local 48, AFL CIO</i> , 345 F.3d 1049 (9th Cir. 2003)	10
<i>Priests for Life v. U.S. Dep’t of Health & Human Servs.</i> , 808 F.3d 1 (D.C. Cir. 2015)	19
<i>S. S.S. Co. v. NLRB</i> , 316 U.S. 31 (1942)	10
<i>Sherbert v. Verner</i> , 374 U.S. 398 (1963)	21
<i>Sure-Tan, Inc. v. NLRB</i> , 467 U.S. 883 (1984)	10
<i>United States v. Shimer</i> , 367 U.S. 374 (1961)	10
<i>Welsh v. United States</i> , 398 U.S. 333 (1970)	6
<i>Wheaton College v. Burwell</i> , 134 S. Ct. 2806 (2014).....	3
<i>Wilson v. Block</i> , 708 F.2d 735 (D.C. Cir. 1983)	12
<i>Wisconsin v. Yoder</i> , 406 U.S. 205 (1972)	21
<i>Zubik v. Burwell</i> , 136 S. Ct. 1557 (2016).....	1, 2, 14
Statutes	
5 U.S.C. § 500	11
26 U.S.C.	
§ 4980D.....	17
§ 4980H.....	17
§ 4980H(c)(2).....	22

42 U.S.C.

§ 300gg-13(a)	3, 9, 13
§ 18011(a)	22
§ 18011(e)	22
§ 1996	11
§ 2000bb.....	4
§ 2000bb-1(a).....	9, 11
§ 2000bb-1(a)-(b).....	7
§ 2000bb-1(c).....	11
§ 2000bb-2(1)	7
§ 2000bb-3(b)	13
§ 2000bb-3(a)-(b).....	9
§ 2000bb-4.....	7
§ 2000cc-5(7)(A)	6

Other Authorities

<i>Application of the Religious Freedom Restoration Act to the Award of a Grant Pursuant to the Juvenile Justice and Delinquency Prevention Act</i> , 31 Op. O.L.C. 162 (2007)	9
Employment and Training Administration, <i>Notice of Availability of Funds and Solicitation for Grant Applications (SGA) To Fund Demonstration Projects</i> , 73 Fed. Reg. 57670-01 (Oct. 3, 2008)	9
Federal Aviation Administration, <i>Commercial Routes for the Grand Canyon National Park</i> , 64 Fed. Reg. 37191-01 (July 9, 1999)	9
Douglas Laycock & Oliver S. Thomas, <i>Interpreting the Religious Freedom Restoration Act</i> , 73 Tex. L. Rev. 209, 211 (1994)	7, 8, 11, 13
1 Douglas Laycock, <i>Religious Liberty</i> (2010)	1
Gregory P. Magarian, <i>How to Apply the Religious Freedom Restoration Act to Federal Law Without Violating the Constitution</i> , 99 Mich. L. Rev. 1903 (2001)	9
Ruth Marcus, <i>Reins on Religious Freedom?</i> , Wash. Post (Mar. 9, 1991)	8
OSHA, <i>Exemption for Religious Reason from Wearing Hard Hats</i> , STD 01-06-005 (June 20, 1994)	8

Letter from His Holiness Pope John Paul II to the Bishops of the
German Episcopal Conference (Jan. 11, 1998), *available in English
translation at <https://perma.cc/6G2A-2DGN>* 18

Religious Freedom Restoration Act of 1991: Hearing on H.R. 2797
Before the Sub. Comm. On Civil & Const. Rights of the Comm. on
the Judiciary, 102nd Cong., 2nd Sess. (1991)
(testimony of Congressman Stephen J. Solarz)8

Antonin Scalia & Bryan A. Garner, *Reading Law* (2012).....6

Senate Comm. on the Judiciary, *Religious Freedom Restoration Act of
1993*, S. Rep. No. 103-111 (1993).....8

U.S. Citizenship and Immigration Servs., *Special Immigrant and
Nonimmigrant Religious Workers*, 73 Fed. Reg. 72276-01
(Nov. 26, 2008)9

U.S. Dep’t of Health and Human Servs., *Compliance with Statutory
Program Integrity Requirements*, 83 Fed. Reg. 25502-01
(June 1, 2018).....24

Press Release, U.S. Dep’t of Health and Human Servs., *HHS Releases
Final Title X Rule Detailing Family Planning Grant Program*
(Feb. 22, 2019); *available at <https://perma.cc/5YHA-9TL9>*.....24

INTRODUCTION

Amici are the States of Texas, Alabama, Arkansas, Georgia, Idaho, Louisiana, Missouri, Montana, Nebraska, Oklahoma, South Carolina, Utah, and West Virginia. They have a substantial interest in ensuring that courts and the federal government respect religious beliefs by accommodating religious objections to generally applicable laws and avoid second-guessing religious adherents' line-drawing about what conduct is prohibited to them as sinful or immoral. As a prominent authority on religious freedom has observed, “[i]n a pervasively regulated society,” exemptions from generally applicable laws for religious objectors “are essential to religious liberty.”¹ Douglas Laycock, *Religious Liberty* xvii (2010). The amici States' interest in protecting religious exercise from governmental intrusion is particularly notable when it overlaps with Congress's own interest as expressed in the Religious Freedom Restoration Act (RFRA), a bipartisan enactment about the respect due to religious adherents in our pluralistic society. That is the case here, as the challenged exemptions to administrative-agency directives are necessary for the agency to pursue its objectives in the manner least restrictive of religious liberty.¹

Many religious employers around the country are driven by their faith to care for their employees by providing them health insurance. But some employers hold the sincere belief that it is incompatible with their religious convictions to provide health

¹ Consistent with the Supreme Court's usage of the singular noun “the Government” to describe the relevant executive-branch entities, *Zubik v. Burwell*, 136 S. Ct. 1557, 1560 (2016) (per curiam), this brief uses the singular noun “the agency” to refer to the relevant regulatory entities. *See* ER 1-2 (describing the relevant entities).

insurance when it means contracting with a company that then, by virtue of that very relationship, becomes obligated to provide contraceptives that the employers regard as abortifacients. The reasonableness of such line-drawing about one's moral complicity in enabling conduct regarded as sinful is fundamentally a religious question, not a legal question. *See Burwell v. Hobby Lobby Stores, Inc.*, 573 U.S. 682 (2014).

Before the agency's contraceptive mandate underlying this dispute, a religious employer could abide by the religious belief at issue here by offering health insurance without engaging in an insurance relationship that would obligate coverage for contraceptives. The agency's contraceptive mandate, however, made some employers unable to abide by that religious belief without violating federal regulations and incurring substantial financial liability.

The original supposed "accommodation" offered by the agency—submitting a form certifying one's religious objection—did not relieve the burden on religious exercise for many employers. Under that supposed "accommodation," if a religious employer provided notice of its objection to contraceptive coverage and continued to engage a company to issue or administer health insurance for its employees, then and only then would that insurance-administering company be legally required to cover contraceptives, some of which the religious employers regard as killing human life. *See E. Tex. Baptist Univ. v. Burwell*, 793 F.3d 449, 454 (5th Cir. 2015) (insurer or third-party administrator "must . . . provide . . . payments" only where the religious employer maintains the mandated "insured" or "self-insured" plan giving rise to the coverage), *vacated*, *Zubik v. Burwell*, 136 S. Ct. 1557 (2016) (per curiam). As many

religious employers interpret their respective faiths, that conduct gives rise to complicity in sin, as their provision of notice of an objection is a necessary step in what they see as the taking of a human life.

Thus, the Supreme Court strongly signaled in *Zubik* and *Wheaton College v. Burwell*, 134 S. Ct. 2806 (2014), that this supposed accommodation was insufficient. In response, the agency laudably switched course. The agency issued revised rules that now allow religious and moral objectors to claim an exemption that removes them from the machinery of the contraceptive-coverage scheme. As the agency concluded, the changes in the most recent rule “ensure that proper respect is afforded to sincerely held religious objections in rules governing this area of health insurance and coverage, with minimal impact on [the agency’s] decision to otherwise require contraceptive coverage.” ER 198. The district court’s injunction of that sensible accommodation is fatally flawed. It misunderstands the role of the agency in accommodating religious belief. *See infra* Part I. And it disregards RFRA’s substantive mandate, in the same way the Supreme Court has already found problematic. *See infra* Part II.

SUMMARY OF THE ARGUMENT

The amici States agree with appellants that the open-ended grant of agency discretion in 42 U.S.C. § 300gg-13(a) by itself authorizes the rulemaking at issue here. United States Br. 18-26; Little Sisters Br. 25-29; March for Life Br. 34-42. And that provision, enacted in the Affordable Care Act (ACA), is not even the only relevant statute. Congress also enacted—by an overwhelming, bipartisan margin—the Reli-

gious Freedom Restoration Act, 42 U.S.C. § 2000bb *et seq.* Even if ACA did not expressly confer discretion on the agency, the rulemaking would be valid because it is required by RFRA.

I. Plaintiffs argued incorrectly below that “RFRA does not give [the agency] license” to exempt employers from the contraceptive mandates. ECF 174 at 14. The district court erroneously agreed, reasoning that rejecting the idea that RFRA delegated “to executive agencies . . . the power to create exemptions to laws of general applicability in the first instance.” ER 33. Instead, reasoned the district court, applying RFRA is a job for “courts, not the agencies.” *Id.* That view is mistaken. RFRA specifically applies to federal agencies and thus authorizes them to comply. *See infra* Part I.A. Nothing about section 300gg-13(a)’s *grant* of broad rulemaking authority to the agency somehow conflicts with or repeals RFRA’s more specific direction to accommodate religious beliefs that are substantially burdened by government action. *See infra* Part I.B.

II. The district court also wrongly held that, even if RFRA authorizes the agency to act through regulation to relieve a prohibited burden on religious exercise, the exemption rules here go beyond any such authority. To the contrary, the exemption rules here are within the agency’s authority to comply with RFRA, as well as its broad authority under section 300gg-13(a).

The agency’s prior attempt at an accommodation of religious belief refused to exclude all religious objectors, equally, from the contraceptive mandate. That attempt betrayed a lack of proper respect for RFRA. The host of religious objectors to the prior rule included theological seminaries, schools and colleges, orders of nuns,

and charities caring for indigent elderly and orphans. The burden that the prior rule imposed if those actors wished to conform their conduct to their sincere religious beliefs was substantial indeed, and it was not the most narrowly tailored way of furthering some compelling governmental interest. The agency thus belatedly corrected course and provided the same exemption previously afforded by the Obama Administration to some (but not all) religious objectors and to even non-religious employers (such as small businesses) for secular reasons. The prior supposed accommodation did not relieve the substantial burden on sincerely held religious beliefs and thus was no accommodation at all. Thus, the agency was correct and well within its authority to find another solution.

ARGUMENT

I. The Agency Must Account for RFRA in Its Rulemaking.

The district court refused to accept the basic proposition that an agency has authority to comply with RFRA. The district court dismissed the agency's authority to "create exemptions to laws of general applicability in the first instance," suggesting that agencies must wait for a court to find a violation of RFRA because "courts, not the agencies, are the arbiters of what the law . . . require[s]." ER 33. Thus, the district court appeared to view RFRA as allowing only an *ex post* court challenge to relieve a prohibited burden on religious exercise, rather than *ex ante* agency action to avoid a prohibited burden in the first place. On that remarkable view, the agency has no business even trying to accommodate religious objections to its regulatory actions.

Although the district court proceeded to analyze RFRA's substance in the alternative, this Court should be clear that the district court's first-line conclusion is meritless. An agency has authority to comply with the law, and RFRA is just as much part of the binding law as is ACA. RFRA directly limits government action, including agency action like the contraceptive mandate. *See infra* Part I.A. And nothing about section 300gg-13(a) enacted by the Affordable Care Act comes close to showing that Congress denied the agency discretion to accommodate religious burdens. *See infra* Part I.B.

A. RFRA compels agencies to avoid substantial burdens on religion while implementing generally applicable legislation.

Even apart from the discretion conferred by section 300gg-13(a) itself, the agency had authority to consider and accommodate religious and moral objections to its contraceptive mandate because RFRA demands it.² Agencies, no less than courts, must accommodate religious objections as directed by RFRA.

² The district court concluded that the agency's "moral" exemption must fail because it does not even implicate RFRA, which is limited to religious burdens. ER 38. But the Supreme Court has treated Congress's use of the terms "religion" or "religious" in granting exemptions from generally applicable laws as including "moral, ethical, or religious beliefs about what is right and wrong," which are a "held with the strength of traditional religious convictions." *Welsh v. United States*, 398 U.S. 333, 340 (1970) (plurality op.). There is no reason to think that RFRA was not using this wider view of "religion," itself a statutorily undefined term, *see* 42 U.S.C. § 2000cc-5(7)(A). To the contrary, "when a statute uses the very same terminology as an earlier statute—especially in the very same field, such as [exemptions from generally applicable laws]—it is reasonable to believe that the terminology bears a consistent meaning." Antonin Scalia & Bryan A. Garner, *Reading Law* 323

1. RFRA is a purposely broad statute. *See Hobby Lobby*, 573 U.S. at 693 (“Congress enacted RFRA in 1993 in order to provide very broad protection for religious liberty.”). It commands that “Government shall not substantially burden a person’s exercise of religion even if the burden results from a rule of general applicability,” unless the burden furthers “a compelling governmental interest” and “is the least restrictive means of furthering that compelling governmental interest.” 42 U.S.C. § 2000bb-1(a)-(b). It goes on to define “government” as including every “branch, department, agency, instrumentality, and official (or other person acting under color of law) of the United States.” *Id.* § 2000bb-2(1).

RFRA’s plain text thus imposes a mandatory duty on federal agencies to avoid prohibited religious burdens, in “an exercise of general legislative supervision over federal agencies.” Douglas Laycock & Oliver S. Thomas, *Interpreting the Religious Freedom Restoration Act*, 73 Tex. L. Rev. 209, 211 (1994); *accord Hobby Lobby*, 573 U.S. at 695 (“As applied to a federal agency, RFRA is based on the enumerated power that supports the particular agency’s work . . .”). Agencies have statutory authority to issue rules to implement RFRA, including “exemptions,” 42 U.S.C. § 2000bb-4, as Congress’s direction to an agency inherently confers statutory authority to comply.

(2012). And “laws dealing with the same subject . . . should if possible be interpreted harmoniously.” *Id.* at 252; *see also* March for Life Br. 55. In any event, whatever RFRA’s support for the moral-objection rule, the agency independently has discretion under section 300gg-13(a), as appellants explain.

This case presents a paradigmatic example of the type of agency action that inspired RFRA. RFRA proceeded from two premises relevant to this case: (1) “‘facially neutral laws’” like the agency’s contraceptive mandate had, “‘throughout much of our history, . . . severely undermined religious observance’”; and (2) “‘legislative or administrative’” bodies are often “‘unaware of, or indifferent to,’” and sometimes “‘hostile’” towards, “‘minority religious practices.’” Laycock & Thomas, 73 Tex. L. Rev. at 211, 216-17 (quoting Senate Comm. on the Judiciary, *Religious Freedom Restoration Act of 1993*, S. Rep. No. 103-111 5 (1993)). In one famous instance, OSHA responded to *Employment Division v. Smith*, 494 U.S. 872 (1990), which largely repudiated the prior method of analyzing free-exercise claims, by eliminating accommodations exempting the Amish and Sikhs from requirements concerning the wearing of hard hats. See Ruth Marcus, *Reins on Religious Freedom?*, Wash. Post (Mar. 9, 1991). OSHA’s action was cited by one of RFRA’s primary co-sponsors as an inspiration for the law. See Religious Freedom Restoration Act of 1991: Hearing on H.R. 2797 Before the Sub. Comm. On Civil & Const. Rights of the Comm. on the Judiciary, 102nd Cong., 2nd Sess. 122-23 (1991) (testimony of Congressman Stephen J. Solarz). And OSHA now relies on RFRA as the basis for its renewed exemption, despite there being nothing in OSHA’s enabling statute providing for religious exemptions. See OSHA, *Exemption for Religious Reason from Wearing Hard Hats*, STD

01-06-005 (June 20, 1994). Numerous other agencies similarly rely on RFRA to accommodate religious exercise in their rulemaking.³

2. Before the dispute over the exemption rules here, there had never been any question that agencies must account for RFRA's commands while implementing other applicable laws. That is no surprise for at least two reasons.

First, in addition to the above-quoted provisions, RFRA expressly provides that it “applies to all Federal law and the implementation of that law, whether statutory or otherwise,” unless a later statute “explicitly excludes . . . application” of RFRA. 42 U.S.C. § 2000bb-3(a)-(b). So, every command “of general applicability” in a federal statute, 42 U.S.C. § 2000bb-1(a), must be read to “include heightened protection for religious freedom,” Gregory P. Magarian, *How to Apply the Religious Freedom Restoration Act to Federal Law Without Violating the Constitution*, 99 Mich. L. Rev. 1903, 1921 (2001). When, for example, ACA commands the agency to provide for the specifics of how health insurers must cover preventive care, 42 U.S.C. § 300gg-13(a), that command must be read with RFRA's concomitant prohibition on substan-

³ See, e.g., U.S. Citizenship and Immigration Servs., *Special Immigrant and Nonimmigrant Religious Workers*, 73 Fed. Reg. 72276-01, 72283 (Nov. 26, 2008); Employment and Training Administration, *Notice of Availability of Funds and Solicitation for Grant Applications (SGA) To Fund Demonstration Projects*, 73 Fed. Reg. 57670-01, 57674 (Oct. 3, 2008); Federal Aviation Administration, *Commercial Routes for the Grand Canyon National Park*, 64 Fed. Reg. 37191-01, 37191 (July 9, 1999); see also *Application of the Religious Freedom Restoration Act to the Award of a Grant Pursuant to the Juvenile Justice and Delinquency Prevention Act*, 31 Op. O.L.C. 162 (2007).

tially burdening religious exercise. The agency therefore must accommodate religious exercise as provided by RFRA just as if ACA itself commanded such accommodation.

Confirming that point, the Supreme Court has long recognized that no agency may “apply the policies of [one] statute so single-mindedly as to ignore other equally important congressional objectives.” *Local 1976, United Bhd. of Carpenters & Joiners of Am., AFL v. NLRB*, 357 U.S. 93, 111 (1958). “Frequently the entire scope of Congressional purpose calls for careful accommodation of one statutory scheme to another, and it is not too much to demand of an administrative body that it undertake this accommodation without excessive emphasis upon its immediate task.” *S. S.S. Co. v. NLRB*, 316 U.S. 31, 47 (1942). “The problem is to reconcile the two, if possible, and to give effect to each.” *FTC v. A.P.W. Paper Co.*, 328 U.S. 193, 202 (1946). Thus, “[i]n devising” the contraceptive mandate, the agency was “obliged to take into account another equally important Congressional objective”—avoiding substantial burdens on religious exercise—and work to avoid any “potential conflict.” *Sure-Tan, Inc. v. NLRB*, 467 U.S. 883, 903 (1984) (quotation marks and alterations omitted).

“If this choice represents a reasonable accommodation of conflicting policies that were committed to the agency’s care by the statute, [courts] should not disturb it unless it appears from the statute . . . that the accommodation is not one that Congress would have sanctioned.” *United States v. Shimer*, 367 U.S. 374, 383 (1961); accord *NLRB v. Int’l Bhd. of Elec. Workers, Local 48, AFL CIO*, 345 F.3d 1049, 1057

(9th Cir. 2003) (explaining that agency facing conflicting requirements “should resolve conflicts by conducting an independent inquiry into the requirements of its own statute and reconciling the two statutes in a reasonable way.”) (quotation marks and citation omitted). Appellants are thus correct that, even without *Chevron* deference, the agency has statutory leeway to err on the side of accommodating religious exercise when implementing its open-ended directive to provide health-insurance regulations. *See* ER 34. Otherwise, the agency would unacceptably risk burdening religion, leaving only the difficult, costly, and time-consuming path of litigation that RFRA was designed to prevent. *See* Laycock & Thomas, 73 Tex. L. Rev. at 211-12.⁴

An analogous example drives this home. In 1978, Congress enacted the “American Indian Religious Freedom Act,” which provided that “it shall be the policy of the United States to protect and preserve for American Indians their inherent right of freedom to believe, express, and exercise the traditional religions of the American Indian, Eskimo, Aleut, and Native Hawaiians.” 42 U.S.C. § 1996. In stark contrast to RFRA, this law merely expressed “a sense of Congress”; it did “not confer special religious rights on Indians” or “change any existing . . . law.” *Lyng v. Nw. Indian*

⁴ RFRA’s private right of action, 42 U.S.C. §§ 2000bb-1(c), does not alter this conclusion. Congress provided agencies with authority to issue and modify rules under their enabling statutes and the Administrative Procedure Act. *See* 5 U.S.C. § 500 *et seq.* And Congress then told those agencies that, in using their powers, they “shall not substantially burden a person’s exercise of religion.” 42 U.S.C. § 2000bb-1(a). That scheme manifestly provides administrative authority to avoid and relieve religious burdens from agency rulemaking. Of course, if an agency ignores RFRA’s command, then the private right of action becomes relevant. The whole point of the threat of judicial relief is to procure obedience *ex ante*.

Cemetery Protective Ass'n, 485 U.S. 439, 455 (1988) (quotation marks omitted). Even then, however, agencies were required to account for this policy in implementing other laws. *See, e.g., Conservation Law Found. v. FERC*, 216 F.3d 41, 50 (D.C. Cir. 2000); *N.M. Navajo Ranchers Ass'n v. ICC*, 702 F.2d 227, 230 (D.C. Cir. 1983); *Wilson v. Block*, 708 F.2d 735, 746 (D.C. Cir. 1983) (per curiam) (“AIRFA requires federal agencies to learn about, and to avoid unnecessary interference with, traditional Indian religious practices. Agencies must evaluate their policies and procedures in light of the Act’s purpose, and ordinarily should consult Indian leaders before approving a project likely to affect religious practices.”). If a mere statement of congressional policy that does not change existing law requires agencies to account for that directive, then, *a fortiori*, agencies must account for RFRA’s far more forceful commands.

B. The district court wrongly concluded that section 300gg-13(a) withholds from the agency the discretion to accommodate religion.

The district court further concluded that section 300gg-13(a) prohibits the agency from exempting employers from the agency’s contraceptive mandate. ER 23-24. But nothing in section 300gg-13(a) prohibits or conflicts with the agency’s authority to craft religious exemptions.

To the contrary, the statute is a command to insurers to act in accordance with a broad, open-ended *grant* to the agency of rulemaking authority. Section 300gg-13(a) provides:

A group health plan and a health insurance issuer offering group or individual health insurance coverage shall, at a minimum provide coverage for . . . with respect to women, such additional preventive care and screenings

. . . *as provided for* in comprehensive guidelines supported by the Health Resources and Services Administration for purposes of this paragraph.

42 U.S.C. § 300gg-13(a) (emphasis added). As appellants demonstrate, the use of “as provided” in this provision bestows substantial discretion on the agency to develop guidelines, including by accommodating religious objections. United States Br. 18-16; Little Sisters Br. 25-29; March for Life Br. 34-42.

Consider an analogous use of language. Imagine parents leaving their children with a babysitter with the instruction that “the children shall complete their chores as provided by the babysitter.” And imagine that the babysitter believes that the yard needs raking. No one would think that the parents’ instruction somehow prevented the babysitter, upon concluding that the yard needs raking, from exempting an individual child from that chore if, for instance, that child was sick or injured. The district court’s contrary reading bears no resemblance to the common understanding of the language used in section 300gg-13(a).

The district court’s reading makes even less sense given that RFRA is “a rule of interpretation for future federal legislation.” Laycock & Thomas, 73 Tex. L. Rev. at 211. Congress’s background direction in RFRA to accommodate religious burdens makes it even less defensible to read the open-ended “as provided for” language in section 300gg-13(a) as somehow foreclosing the agency from offering religious exemptions. RFRA itself directs that future legislation should *not* be interpreted as changing that default rule unless the later statute “explicitly excludes . . . application” of RFRA, which is not true here. 42 U.S.C. § 2000bb-3(b).

Nor could section 300gg-13(a) possibly overcome the high standard for a repeal by implication of RFRA. *See Nat'l Ass'n of Home Builders v. Defs. of Wildlife*, 551 U.S. 644, 662 (2007). Nothing about a statutory *grant* of agency discretion irreconcilably forecloses the agency from including religious accommodations in the resulting rule-making. *See id.* Indeed, the Obama Administration conceded in *Zubik* that it is “feasible” for contraceptive coverage to “be provided to petitioners’ employees, through petitioners’ insurance companies, without any [objected-to] notice from petitioners.” 136 S. Ct. at 1560. The district court’s overreading of section 300gg-13(a) wrongly and prejudicially narrowed the scope of the agency’s discretion to accommodate religious burdens.

II. Requiring Religious Objectors to Participate in the Provision of Contraceptives Would Violate RFRA.

In addition to questioning the agency’s authority to exempt religious objectors pursuant to RFRA, the district court went on to hold that the exemption rules here go beyond any such authority granted by RFRA. ER 24-31. That was also error.

The agency’s prior rule, which refused to equally exclude all religious objectors from the contraceptive mandate, betrayed a lack of proper concern for federal religious-liberty protections. All persons in our Nation have a right to believe in a divine creator and divine law. “For those who choose this course, free exercise is essential in preserving their own dignity and in striving for a self-definition shaped by their religious precepts.” *Hobby Lobby*, 573 U.S. at 736 (Kennedy, J., concurring).

The religious objectors to the prior rule included theological seminaries, schools and colleges, orders of nuns, and charities caring for indigent elderly and orphans.

They all have avowedly religious missions. The heavy burden that the prior mandate imposed if those actors wished to conform their conduct to their sincere religious beliefs risked detracting from the vigor with which they are able to serve their communities. RFRA requires agencies to take account of the important interests of these vital institutions, and doing so requires what the agency belatedly provided in the current rule: an exemption like that already afforded to similar religious objectors and even to non-religious employers for secular reasons.

The most recently promulgated exemption to the contraceptive mandate goes no further than RFRA requires. The district court's error sprung from its conclusion that the agency's prior accommodation—requiring some, but not all, religious objectors to file a certification that would trigger contraceptive coverage by their respective insurance companies—satisfied RFRA. The prior accommodation did not exempt objecting employers from the mandate to provide the objected-to insurance. Instead, the result of the certification was the provision of contraceptives to the employers' employees seamlessly through the employers' insurance plan. The prior accommodation thus required many religious objectors to participate in the provision of contraceptives in way that they sincerely believe makes them complicit in the use of abortifacients that take human life. As a result, it was no accommodation at all. Under the previous rule, religious exercise remained substantially burdened in the absence of a compelling interest or narrow tailoring. Thus, the agency was correct—and indeed was required—to find another solution.

A. Requiring religious objectors to participate in the provision of contraceptives places a substantial burden on religious practice.

1. The threatened civil penalties are facially substantial.

Hobby Lobby addressed the conundrum faced by employers with sincere religious objections to providing health insurance that covers contraceptives: “If the owners comply with the HHS mandate, they believe they will be facilitating abortions, and if they do not comply, they will pay a very heavy price—as much as \$1.3 million per day” in penalties. 573 U.S. at 691. “If these consequences do not amount to a substantial burden,” the Court held, “it is hard to see what would.” *Id.*

Without the current exemption rule, many employers will face that dilemma. Those employers either must provide coverage or file a notification of their religious objection with the agency or the insurer. *Hobby Lobby* requires an accommodation of the former. The latter is the “accommodation” originally offered by the agency. But that “accommodation” does not result in an exemption from the mandate to provide the objected-to insurance. Instead, the result of the notification is the provision of contraceptives to the religious employer’s employees seamlessly through the employer’s group health plan, paid for by the insurer or third-party administrator. That is no accommodation at all for the relevant religious employers.

Those employers sincerely believe that, if they comply with the contraceptive mandate, including its “accommodation” option for compliance, they will be morally complicit in facilitating or participating in the provision of contraception or abortions in violation of their religious beliefs. If they do not comply, they will be forced to pay onerous financial penalties for adhering to that religious conviction.

The substance and sincerity of the objectors' religious beliefs are not disputed. The severe financial consequences for noncompliance are also beyond question. *E.g.*, 26 U.S.C. § 4980D; *id.* § 4980H. That is enough to establish a substantial burden under RFRA. *See Hobby Lobby*, 573 U.S. at 691.

2. Courts may not second-guess the religious objectors' belief that any participation in the provision of contraceptives makes the religious objectors complicit.

The district court's conclusion that the prior "accommodation" imposed no substantial burden turns on characterizing the nature of employers' religious *objection* as insubstantial. *See* ER 25-28. Although the district court viewed RFRA as protecting only religious beliefs that a judge finds substantial, the Supreme Court has instructed that "it is not for us to say that [petitioners'] religious beliefs are mistaken or insubstantial." *Hobby Lobby*, 573 U.S. at 725. After *Hobby Lobby*, there is no doubt that the contraceptive mandate and its prior "accommodation" substantially burdened employers' religious exercise.

Despite the Supreme Court's instructions in *Hobby Lobby*, the district court accepted plaintiffs' invitation to assess the validity of a religious conviction. That assessment intrudes upon the dignity of adherents' convictions regarding profound religious concepts such as facilitation and complicity. It subjects those beliefs to judicial review, and it asks courts to determine the substantiality of the reasons of faith animating a believer's desired exercise of religion—rather than the substantiality of the governmental burden on that religious exercise. That assessment is not the inquiry required by RFRA.

Federal courts have no business resolving a “difficult and important question of religion and moral philosophy, namely, the circumstances under which it is wrong for a person to perform an act that is innocent in itself but that has the effect of enabling or facilitating the commission of [what the person believes to be] an immoral act by another.” *Id.* at 724. But that is exactly what the district court did, in establishing its own views on “complicity.” *See* ER 27-28.

The notion of “complicity” that many employers express regarding the “accommodation” is not uncommon. Indeed, it was the very question at the heart of *Hobby Lobby*. *See* 573 U.S. 724. To take one well-publicized example, Pope John Paul II ordered Catholic churches in Germany to cease certifying that pregnant women considering abortion had received church counseling because such certification was a “necessary condition” in a woman’s procuring an abortion. *See* Letter from His Holiness Pope John Paul II to the Bishops of the German Episcopal Conference ¶ 7 (Jan. 11, 1998), *available in English translation at* <https://perma.cc/6G2A-2DGN>.⁵ The Pope described the status of the certificate and whether it made “ecclesiastical institutions . . . co-responsible for the killing of innocent children” as “a pastoral question with obvious doctrinal implications.” *Id.* ¶ 4-5. The prior accommodation,

⁵ “In the late 1990s, Germany allowed abortions within the first 12 weeks of pregnancy for health-related reasons if the pregnant woman received state-mandated counseling. Representatives from Catholic churches in Germany agreed to act as counselors. After counseling, a church had to issue a certificate stating that the pregnant woman had received counseling.” *Eternal Word Television Network, Inc. v. Sec’y, U.S. Dep’t of Health & Human Services*, 756 F.3d 1339, 1343 (11th Cir. 2014) (W. Pryor, J., concurring).

which required a certification from an employer to facilitate the provision of contraceptives to that employer's employees differs, if at all, only in degree, from the certification considered by the Pope. Complicity here is a religious, not legal, question.

The district court concluded that the burden on the objectors' religious exercise was insubstantial because their complicity—filing a certification that triggers an independent obligation on a third party to provide contraceptive coverage—was too attenuated. *See* ER 27-28. But that is no different and no more appropriate than a court telling the Pope that the German churches were not complicit in abortion because their certifications merely allowed services to be provided by a third party. Or, closer to home, telling the plaintiffs in *Hobby Lobby* that the burden on their religious exercise was insubstantial because merely providing coverage for contraception was too attenuated from their employees' independent decision to use an abortifacient. In fact, that is what the agency argued in *Hobby Lobby*: “that the connection between what the objecting parties must do (provide health-insurance coverage for four methods of contraception that may operate after the fertilization of an egg) and the end that they find to be morally wrong (destruction of an embryo) is simply too attenuated.” 573 U.S. at 723. The Supreme Court rejected that argument as asking the wrong question. What is too attenuated to trigger complicity is “a difficult and important question of religion and moral philosophy” “that the federal courts have no business addressing.” *Id.* at 724; *see also Priests for Life v. U.S. Dep't of Health & Human Servs.*, 808 F.3d 1, 19-20 (D.C. Cir. 2015) (per curiam) (Kavanaugh, J., dissenting from the denial of rehearing en banc) (responding eloquently to the same conclusion reached by the district court here).

The district court found support for its conclusion by misreading the Supreme Court’s *Hobby Lobby* decision. The district court read into that decision an endorsement by the Court of the prior accommodation as resolving the contraceptive mandate’s conflict with RFRA. *See* ER 28 (“[I]n *Hobby Lobby* the Supreme Court at least suggested . . . that the accommodation likely was not precluded by RFRA.”). But the passage relied on by the district court—“the Court said that ‘[a]t a minimum, [the accommodation did] not impinge on the plaintiffs’ religious belief that providing insurance coverage for the contraceptives at issue here violates their religion,” ER 28 (quoting *Hobby Lobby*, 573 U.S. at 731)—was limited to the religious objection *in that case*. Hence, the Court’s reference to “*plaintiffs’* religious belief,” *Hobby Lobby*, 573 U.S. at 731 (emphasis added), not *all* religious beliefs. Removing all the doubt, the Court warned that the certification process “accommodates the religious beliefs *asserted in these cases*, and that is the *only* question we are permitted to address.” *Id.* at 731 n.40 (emphases added). The Supreme Court then went on to strongly signal in *Zubik* and *Wheaton College* that worked for the plaintiffs in *Hobby Lobby* would not work for everyone. The only legitimate inference that can be drawn from the Supreme Court’s words and actions is that the agency’s prior accommodation raises serious religious-liberty concerns.

The district court compounded its error by adopting the *Hobby Lobby* dissent’s view that Congress’s rejection of the “conscience amendment” signaled its rejection of any exemption for religious objectors. *See* ER 33 n.14, 38 (citing *Hobby Lobby*, 573 U.S. at 744 (Ginsburg, J., dissenting)). But the agency’s current rule is different from the conscience amendment in every way that matters. The failed conscience

amendment would have allowed an objecting employer “to deny *any* health service” without regard to a compelling interest or narrow tailoring. *Hobby Lobby*, 573 U.S. at 719 n.30 (emphasis added). In contrast, the agency’s rule is targeted at one specific health service—contraception—and was promulgated only after considering the burden on religion, the presence or absence of a compelling interest, and how best to narrowly tailor the contraceptive mandate to accomplish the government’s goals. Congress’s rejection of the conscience amendment tells us nothing about the propriety of the agency’s current rule.

B. There is no compelling interest in mandating contraceptive coverage, let alone requiring the participation of religious objectors in the coverage scheme.

The contraceptive mandate and the prior accommodation substantially burden religious exercise. They therefore cannot stand without change because they do not serve a compelling interest. RFRA does not define “compelling interest.” Congress instead pointed to existing case law, specifically *Wisconsin v. Yoder*, 406 U.S. 205 (1972), and *Sherbert v. Verner*, 374 U.S. 398 (1963). The standard that Congress incorporated is a highly protective one. *Yoder* subordinates religious liberty only to “interests of the highest order,” 406 U.S. at 215, and *Sherbert* only to avoid “the gravest abuses, endangering paramount interests,” 374 U.S. at 406. These cases explain “compelling” with superlatives: “paramount,” “gravest,” and “highest.”

The education of children is important, and the first two years of high school are important—but not sufficiently compelling to justify the substantial burden on religious exercise at issue in *Yoder*. Mandating insurance coverage of contraception is

no more compelling than educating children. In fact, the Supreme Court has found a compelling interest in only three situations in free-exercise cases. In each, strong reasons of self-interest or prejudice threatened unmanageable numbers of false claims to exemption, and the laws at issue were essential to express constitutional norms or to national survival: racial equality in education, *see Bob Jones Univ. v. United States*, 461 U.S. 574, 604 (1983), collection of revenue, *see, e.g., Hernandez v. Commissioner*, 490 U.S. 680, 699-700 (1989), and national defense, *see Gillette v. United States*, 401 U.S. 437, 461-62 (1971). Providing free contraceptives, while important to the goal of reducing unintended pregnancy, does not compare with those interests.

Congress did not think the issue of contraceptive coverage important enough to even expressly address in ACA, instead leaving to the agency the decision whether to even require such coverage. At the same time, Congress exempted plans covering millions of people from any potential mandate to cover contraception:

ACA exempts a great many employers from most of its coverage requirements. Employers providing “grandfathered health plans” — those that existed prior to March 23, 2010, and that have not made specified changes after that date—need not comply with many of the Act’s requirements, including the contraceptive mandate. 42 U.S.C. §§ 18011(a), (e). And employers with fewer than 50 employees are not required to provide health insurance at all. 26 U.S.C. § 4980H(c)(2).

Hobby Lobby, 573 U.S. at 699. “All told, the contraceptive mandate” prior to the agency’s current rule, did “not apply to tens of millions of people.” *Id.* at 700. Applying *Yoder*’s standard, the Supreme Court has held that a governmental interest cannot be compelling unless the government pursues it uniformly across the full

range of similar conduct. *See Church of the Lukumi Babalu Aye, Inc. v. City of Hialeah*, 508 U.S. 520, 546-47 (1993); *see also Fla. Star v. B.J.F.*, 491 U.S. 524, 540-41 (1989). There is no uniformity here, so the contraceptive mandate cannot be said to serve a compelling purpose.

Because the contraceptive mandate fails to advance a compelling interest, RFRA prohibits it from substantially burdening the religious exercise of objecting employers. The blanket exemption promulgated by the agency is the most straightforward way to comply with RFRA because it ensures that religious exercise will not be burdened and is easy to administer. Thus, the agency’s current rule appropriately “reconcile[s]” ACA and RFRA “and . . . give[s] effect to each.” *A.P.W. Paper Co.*, 328 U.S. at 202.

C. Assuming there is a compelling interest, requiring the participation of religious objectors in the coverage scheme is not the least restrictive means.

Even if providing no-cost contraceptives to the employees of religious objectors were deemed a compelling interest, the agency’s prior mandate-and-accommodation scheme still violates RFRA because it is not the least restrictive means to accomplish that goal. The current rule takes a path much less restrictive than its predecessors. For this reason too, the agency correctly concluded that its current rule is the best way “to reconcile” ACA and RFRA, “and to give effect to each.” *Id.*

“The least-restrictive-means standard is exceptionally demanding” and requires the government to show “that it lacks other means of achieving its desired

goal without imposing a substantial burden on the exercise of religion by the objecting parties in these cases.” *Hobby Lobby*, 573 U.S. at 728. And there are less-restrictive alternatives for providing contraceptives to objecting employers’ employees. The Supreme Court flagged the most obvious alternative in *Hobby Lobby*—“for the Government to assume the cost of providing . . . contraceptives . . . to any women who are unable to obtain them under their health-insurance policies due to their employers’ religious objections.” *Id.* That is just what the agency’s current rule does, as it allows “women who are unable to obtain certain family planning services under their employer-sponsored health coverage due to their employers’ religious beliefs or moral convictions” to obtain contraceptives from government-funded Title X family-planning centers. ER 212; *see also* U.S. Dep’t of Health and Human Servs., *Compliance with Statutory Program Integrity Requirements*, 83 Fed. Reg. 25502-01 (June 1, 2018); Press Release, U.S. Dep’t of Health and Human Servs., *HHS Releases Final Title X Rule Detailing Family Planning Grant Program* (Feb. 22, 2019); *available at* <https://perma.cc/5YHA-9TL9>.

CONCLUSION

The Court should reverse the district court's injunction.

Respectfully submitted.

STEVE MARSHALL
Attorney General of Alabama

LESLIE RUTLEDGE
Attorney General of Arkansas

CHRISTOPHER M. GARR
Attorney General of Georgia

LAWRENCE WASDEN
Attorney General of Idaho

JEFF LANDRY
Attorney General of Louisiana

ERIC SCHMITT
Attorney General of Missouri

TIM FOX
Attorney General of Montana

DOUG PETERSON
Attorney General of Nebraska

MIKE HUNTER
Attorney General of Oklahoma

ALAN WILSON
Attorney General of South Carolina

SEAN REYES
Attorney General of Utah

PATRICK MORRISEY
Attorney General of West Virginia

KEN PAXTON
Attorney General of Texas

JEFFREY C. MATEER
First Assistant Attorney General

/s/ Kyle D. Hawkins
KYLE D. HAWKINS
Solicitor General

Jason R. LaFond
Assistant Solicitor General

Office of the Attorney General
P.O. Box 12548 (MC 059)
Austin, Texas 78711-2548
Tel.: (512) 936-1700
Fax: (512) 474-2697
kyle.hawkins@oag.texas.gov

Counsel for *amici curiae*

CERTIFICATE OF SERVICE

On March 4, 2019, this brief was served via CM/ECF on all registered counsel and transmitted to the Clerk of the Court. Counsel further certifies that: (1) any required privacy redactions have been made; (2) the electronic submission is an exact copy of the paper document; and (3) the document has been scanned with the most recent version of Symantec Endpoint Protection and is free of viruses.

/s/ Kyle D. Hawkins
KYLE D. HAWKINS

CERTIFICATE OF COMPLIANCE

This brief complies with: (1) the type-volume limitation of Federal Rule of Appellate Procedure 29(a)(5) because it contains 6,299 words, excluding the parts of the brief exempted by Rule 32(f); and (2) the typeface requirements of Rule 32(a)(5) and the type style requirements of Rule 32(a)(6) because it has been prepared in a proportionally spaced typeface (14-point Equity) using Microsoft Word (the same program used to calculate the word count).

/s/ Kyle D. Hawkins
KYLE D. HAWKINS