| Í | | 11 | | |
|----|--|---|--|--|
| | | 1 | | |
| 1 | | | | |
| 2 | UNITED STATES DISTRICT COURT | | | |
| 3 | FOR THE DISTRICT OF COLUMBIA | | | |
| 4 | UNITED STATES HOUSE OF |) | | |
| 5 | REPRESENTATIVES, |) Civil No. 19-969 | | |
| 6 | Plaintiff |)) | | |
| 7 | V. |)) Washington, D.C. | | |
| 8 | STEVEN T. MNUCHIN, et al., |)) | | |
| 9 | Defendants. |) Thursday, May 23, 2019 | | |
| 10 | | , | | |
| 11 | TRANSCRIPT OF PRELIMINARY INJUNCTION HEARING | | | |
| 12 | BEFORE THE HONORABLE TREVOR N. McFADDEN UNITED STATES DISTRICT JUDGE | | | |
| | UNITED STAT | LES DISTRICT JUDGE | | |
| 13 | | | | |
| 14 | <u>APPEARANCES</u> : | | | |
| 15 | For the Plaintiff: | Douglas N. Letter, Esq. Todd B. Tatelman, Esq. | | |
| 16 | Megan Barbero, Esq. Kristin A. Shapiro, Esq. | | | |
| 17 | | Brooks M. Hanner, Esq. Sally Clouse, Esq. | | |
| 18 | | U.S. HOUSE OF REPRESENTATIVES Office of General Counsel | | |
| 19 | | 219 Cannon House Office Building Washington, DC 20515 | | |
| 20 | | washington, be 20010 | | |
| 21 | For the Defendant: | James Mahoney Burnham, Esq. | | |
| 22 | | U.S. DEPARTMENT OF JUSTICE Civil Division | | |
| 23 | | 950 Pennsylvania Avenue, NW Washington, DC 20530 | | |
| 24 | | -and- | | |
| 25 | | (Appearances continued on next page) | | |

| 1 | Michael J. Gerardi, Esq. Leslie Cooper Vigen, Esq. U.S. DEPARTMENT OF JUSTICE Civil Division, Federal Programs | | | |
|----|---|--|--|--|
| 2 | | | | |
| 3 | Branch 1100 L Street NW | | | |
| 4 | Washington, DC 20005 | | | |
| 5 | -and- | | | |
| 6 | Kathryn Celia Davis, Esq. | | | |
| 7 | Andrew I. Warden, Esq. U.S. DEPARTMENT OF JUSTICE Civil Division Fodoral Programs | | | |
| 8 | Civil Division, Federal Programs Branch | | | |
| 9 | 1100 L Street, NW Washington, DC 20530 | | | |
| 10 | | | | |
| 11 | Court Reporter: PATRICIA A. KANESHIRO-MILLER, RMR, CRR U.S. Courthouse, Room 4700A | | | |
| 12 | | | | |
| 13 | 333 Constitution Avenue, NW Washington, DC 20001 (202) 354-3243 | | | |
| 14 | | | | |
| 15 | | | | |
| 16 | | | | |
| 17 | | | | |
| 18 | | | | |
| 19 | | | | |
| 20 | | | | |
| 21 | | | | |
| 22 | | | | |
| 23 | | | | |
| 24 | | | | |
| 25 | | | | |
| | | | | |

MR. BURNHAM: Sorry, Your Honor.

2.0

I don't think so because I think what this provision is generally about is moving money around the agency. But I don't think saying that something is foreseen in the budgeting process is a very broad requirement. I think it is actually a pretty specific requirement.

I guess my answer has two components. The first is we're not in the run-of-the-mill application of the transfer provision because normally what Congress and DoD are talking about in this provision is funding for different DoD internal projects. So the vast majority of the universe where this provision applies is not implicated here because it is kind of an unusual circumstance.

My second point is that it still has some teeth.

Right? Imagine that, instead, the DoD budget was passed the same time as the DHS budget, so we knew that DHS was going to get 137.5 billion. And DHS said -- you know, Secretary

Nielsen had called up to Acting Secretary Shanahan and said,

I'm going to send over these requests for 284, they're

coming. That's a different sort of thing. Because then you would have something that is concrete and specific and foreseen, but we don't have that here. So I'm not saying it doesn't have any meaning. I'm just saying it doesn't apply.

I also think, though, Your Honor, that one of the reasons why this is such an odd case is that this is just not a statute

2.0

98=

that anyone ever thought someone in your position would be interpreting and applying because it is not — the House doesn't have the ability to sue for all the reasons we have talked about, and this is not a statute that anyone really has the authority to invoke. It's meant to regulate the relationship between the agency and the appropriating committees. That's why there are no cases on it because no one has ever tried to bring a lawsuit over the use of this transfer authority.

So Congress, of course, by the way, is not bound by what I just said is the definition "foreseen." Right?

Congress can define "foreseen" for itself. It is an independent branch of government. And I suspect that they will do so and that they will curtail DoD's transfer authority in the next appropriations bill because they will be unhappy with how DoD used it here. And that's how the political process works, and that's their right.

THE COURT: So can we talk about military construction?

MR. BURNHAM: Of course.

THE COURT: Mr. Letter has a pretty convincing argument that you're trying to have it both ways.

MR. BURNHAM: Right.

THE COURT: It's yes military construction for one, and no military construction for the other.

2.0

99=

MR. BURNHAM: Right. You would be surprised to hear that I disagree with Mr. Letter.

First, I would say Mr. Letter agrees that the 284 projects that the transfers are for are not military construction. So I think in assessing the transfer we win on that issue because it is not disputed.

So let's move to 2808. Again, this is another level of abstraction versus specific thing. What Mr. Letter wants to do is conflate every project at the border as the same project, they're all the border wall. So they're either all military construction or they're not all military construction. With all respect, that's just not how statutes work. Okay.

So the only projects that have been approved and that are outstanding that are in the world are the 284 projects.

We agree -- Mr. Letter and I -- that those are not military construction.

On 2808, the secretary is right now actively considering the issue, collecting information, and is going to make a decision soon. I would suggest that Your Honor wait until that decision is made and we have an actual project that we'll tell you about as soon as it's made. The Department is also required to notify Congress when the decision is made. And I will be able to explain to you, I think quite persuasively, why it is military construction

| | Ten . | 117 | |
|----|--|-----------------------------|--|
| 1 | CERTIFICATE OF OFFICIAL CO | | |
| 2 | | | |
| 3 | I, Patricia A. Kaneshiro-Miller, certify that the | | |
| 4 | foregoing is a correct transcript from the record of | | |
| 5 | proceedings in the above-entitled matter. | | |
| 6 | | | |
| 7 | | | |
| 8 | /s/ Patricia A. Kaneshiro-Miller | May 28, 2019 | |
| 9 | PATRICIA A. KANESHIRO-MILLER | DATE | |
| 10 | | | |
| 11 | | | |
| 12 | | | |
| 13 | | | |
| 14 | | | |
| 15 | | | |
| 16 | | | |
| 17 | | | |
| 18 | | | |
| 19 | | | |
| 20 | | | |
| 21 | | | |
| 22 | | | |
| 23 | | | |
| 24 | | | |
| 25 | | | |