

The *Chevron* Two-Step: SCOTUS might turn the once judicial administrative "deference" dance craze into the macarena of administrative law.

Rachael Rustmann

John MacDonald

Associate Attorney

Partner

A wider lens on workplace law

Your Presenters



Rachael Rustmann
Nashville Office
rrustmann@constangy.com
615.340.3805



John MacDonald
New York/New Jersey Office
jmacdonald@constangy.com
609.357.1183





Our Topics For Today

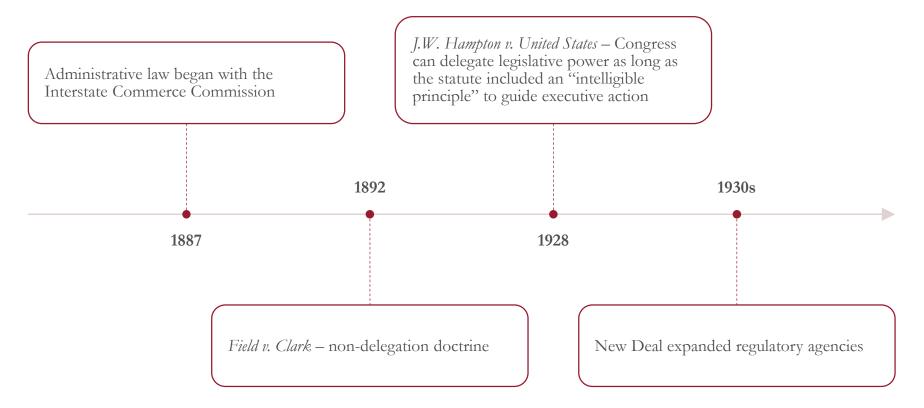
- History of and growth of administrative agencies
- The more things change, the more they stay the same pre-Chevron
- Chevron U.S.A Inc. v. Natural Resources Defense Council, Inc., et al.
- What is the Chevron deference?
- Loper Bright Enterprises case
- Future of judicial deference





History and growth of administrative agencies

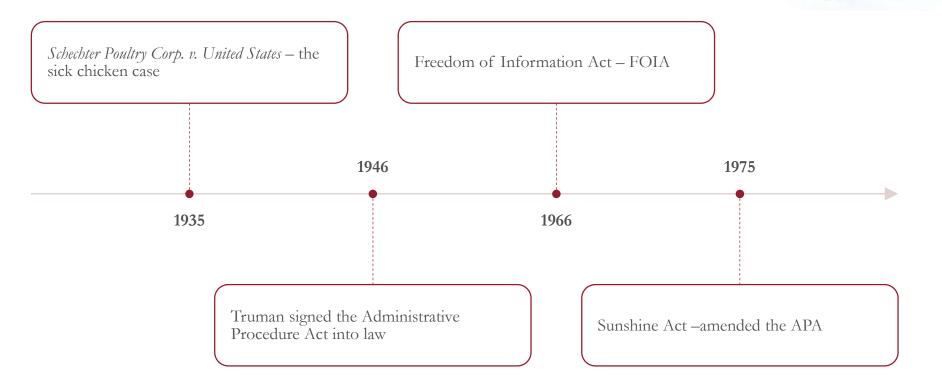








History and growth of administrative agencies







Chevron U.S.A. Inc. v. Natural Resources Defense Council, Inc., et al.





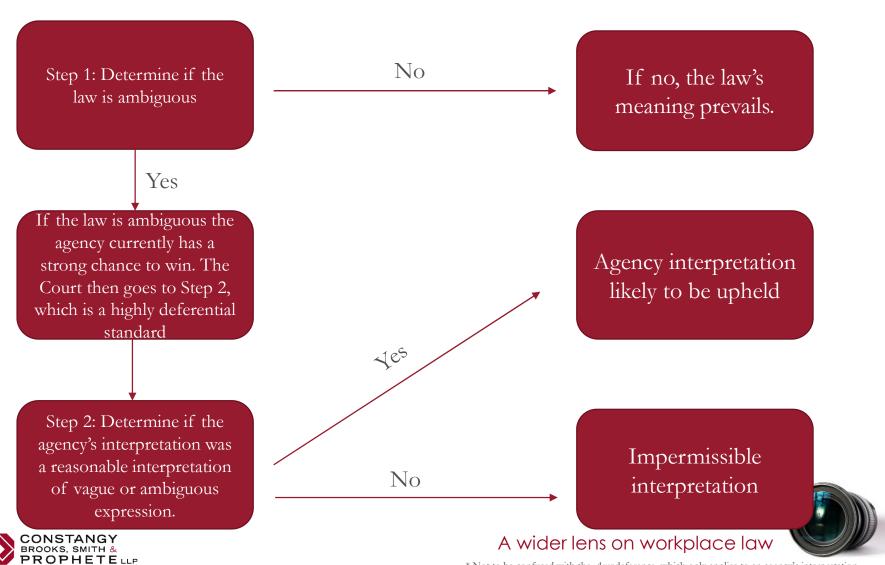


Did the Clean Air Act permit the Environmental Protection Agency to define the term "stationary source" to mean whole industrial plants only?





The Chevron Deference Process*



^{*} Not to be confused with the *Auer* deference, which only applies to an agency's interpretation of its own ambiguous regulation.

The *Chevron* two-step







What could have been...









West Virginia v. EPA (2022)

- Did the Environmental Protection Agency have the authority to regulate greenhouse gas emissions in virtually any industry, so long as it considered cost, non-air impacts, and energy requirements?
- Congress did not grant the Environmental Protection Agency in Section 111(d) of the Clean Air Act the authority to devise emissions caps based on the generation shifting approach the Agency took in the Clean Power Plan.
- Major Questions Doctrine invoked







Loper Bright Enterprises

- Do the NOAA Fisheries have the authority to require commercial fishing companies to pay for the costs of placing the agency's observers on fishing vessels?
- Loper Bright specifically asked the Supreme Court to rule on two questions regarding *Chevron*.

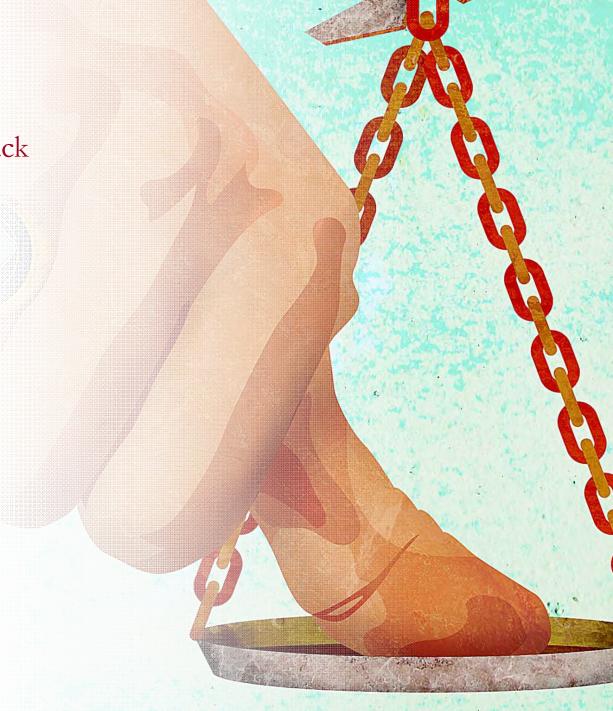




The impact of scaling back or eliminating *Chevron*

 Potential to be one of the most important developments in administrative law in our legal careers

- Even playing field
- Agencies will be less likely to push the envelope



Pre-Chevron Standard

- Webster v. Luther, 163 U.S. 331 (1896) "highest respect" standard
- Bates & Guild Co. v. Payne, 194 U.S. 106 (1904) "strong presumption of correctness" standard
- Burnet v. Chicago Portrait Co., 285 U.S. 1 (1932) "great weight" standard





Pre-Chevron Standard

- Fed. Sec. Adm'r v. Quaker Oats Co., 318 U.S. 218 (1943) agencies should be allowed to exercise discretion and informed judgment
- Billings v. Truesdell, 321 U.S. 542 (1944) "persuasive weight" standard
- Motor Vehicle Manufacturers Association v. State Farm, 463 U.S. 29 (1983) "hard look review"

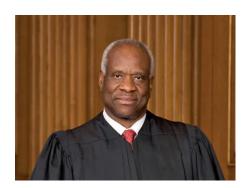




How will each Justice rule?



Chief Justice Roberts



Justice Thomas



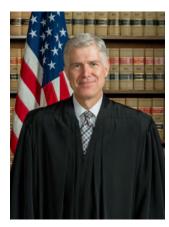
Justice Alito



Justice Sotomayor



Justice Kagan



Justice Gorsuch



Justice Kavanaugh



Justice Coney Parrett

