UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

TEXAS ASSOCIATION FOR	§	
HOME CARE & HOSPICE;	§	
INDIANA ASSOCIATION FOR	§	
HOME & HOSPICE CARE;	ş	
ASSOCIATION FOR HOME &		
HOSPICE CARE OF NORTH	8	
CAROLINA; SOUTH	8	
CAROLINA HOME CARE &	8	
HOSPICE ASSOCIATION; AND	8	
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HOUSTON HOSPICE,	§	
Plaintiff,	Ş	
VS.	Ş	C
	§	C
ROBERT F. KENNEDY, JR., in his	Ş	
	§	
official capacity as Secretary of the	§	
United States Department of Health	§	
and Human Services; and UNITED	§	
STATES DEPARTMENT OF	§	
HEALTH AND HUMAN	§	
SERVICES,	§	
Defendants.	\$\$\$ \$\$\$	
Detenualits.	§	

CIVIL ACTION NO. 4:25-CV-00195

JOINT MOTION FOR STAY

Plaintiffs Texas Association for Home Care & Hospice, Indiana Association for Home & Hospice Care, Association for Home & Hospice Care of North Carolina, South Carolina Home Care & Hospice Association, and Houston Hospice (collectively "<u>Plaintiffs</u>") and Defendants Robert F. Kennedy, Jr. and United States Department of Health and Human Services ("HHS") (collectively "<u>Defendants</u>") (together the "<u>Parties</u>"), respectfully and for good cause move the Court to stay this case while HHS's Centers for Medicare & Medicaid Services ("CMS") determines its position regarding the Hospice Special Focus Program ("SFP") Final Rule, 88 Fed. Reg. 77,676, 77,799-810 (Nov. 13, 2023), and future implementation of the SFP. A stay would

serve the interest of justice, promote judicial efficiency, and preserve the resources of both the Court and the Parties. In support of this Motion, the Parties state as follows:

1. On January 16, 2025, Plaintiffs filed a Complaint and Application for a Preliminary Injunction or Stay of Agency Action (the "Complaint") [Docket No. 1] supported by declarations. Plaintiffs allege that the SFP Final Rule and implementation of the SFP, including through the publishing of the SFP List, are contrary to law, arbitrary, and capricious. Plaintiffs further allege that implementation of the SFP and publication of the SFP List caused immediate, irreparable harm.

2. On January 17, 2025, the Court ordered the Parties to meet and confer and file a Joint Discovery/Case-Management Plan to govern the proceedings in this case by April 11, 2025, in advance of the Initial Pretrial and Scheduling Conference set for April 21, 2025. The Parties note that this case is unlikely to involve discovery because it is an action for review of agency action on an administrative record. To the extent this case proceeds, it will be decided on the administrative record and the Parties' summary judgment briefing regarding the same. This Court has not yet entered a deadline for the Parties' motions for summary judgment.

3. On January 27, 2025, summonses were issued, and Plaintiffs promptly served the Complaint on Defendants.

4. Defendants' current deadline to file an answer is March 28, 2025 [Docket No. 13].

5. On January 28, 2025, Plaintiffs filed an Application for Temporary Restraining Order Related to Agency Action (the "Motion for TRO") [Docket No. 17]. Plaintiffs alleged that, absent the Court's immediate intervention, Plaintiffs would continue to suffer irreparable harm from CMS's actions.

6. On February 18, 2025, Defendants filed a Response in Opposition to the Motion for TRO [Docket No. 20]. Defendants alleged that, since Plaintiffs filed the Motion for TRO,

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"CMS exercised its enforcement discretion to retract the SFP List by deactivating the SFP website in its entirety, which removed the SFP List from public view, and to cease implementation of the SFP until it can further explore options for program implementation and further rulemaking" [Docket No. 20 at 4].

7. In light of Defendants' Response in Opposition to the Motion for TRO and CMS's cessation of SFP implementation, on February 24, 2025, Plaintiffs filed a Notice of Withdrawal of the Motion for TRO [Docket No. 21].

8. On February 25, 2025, the Court ordered the withdrawal of the Motion for TRO.

9. Defendants represent that CMS will not resume implementation of the SFP Final Rule, including publication of an SFP List, during the 2025 calendar year. CMS, however, has not determined whether it will implement the SFP Final Rule in future years or take other action, such as withdraw the SFP Final Rule or undertake rulemaking to modify the SFP Final Rule.

10. In light of Defendants' position, the Parties agree that staying this litigation while CMS determines its position regarding the SFP Final Rule and future implementation of the SFP would serve the interests of justice and judicial efficiency and preserve the resources of both the Court and the Parties. For example, CMS may determine that it will withdraw the SFP Final Rule or undertake rulemaking to modify the SFP Final Rule in ways that would resolve Plaintiffs' claims in this case.

11. For these reasons, the Parties jointly request that this case be stayed, including that the following deadlines and events be stayed:

a. Defendants' Answer Deadline (March 28, 2025)

b. Joint Discovery/Case-Management Plan (April 11, 2025)

c. Initial Pretrial and Scheduling Conference (April 21, 2025)

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12. Further, and in accordance with the above, the Parties propose that they submit a joint status report within ninety (90) days of the Court's issuance of an order staying this case, advising the Court as to the Parties' respective positions regarding a continued stay at that time.

13. The Parties agree that the Preliminary Injunction Application in the Complaint need not be addressed while CMS refrains from implementing the SFP Final Rule.

Dated: March 14, 2025

NICHOLAS J. GANJEI UNITED STATES ATTORNEY

<u>/s/ Myra Siddiqui</u> Myra Siddiqui Assistant United States Attorney Southern District No. 3257790 Texas Bar No. 24122806 Christina Cullom Assistant United States Attorney Southern District No. 3825236 Texas Bar No. 24122806 1000 Louisiana, Suite 2300 Houston, Texas 77002 Telephone: 713-567-9716 Facsimile: 713-718-3303

ATTORNEYS FOR DEFENDANTS

Respectfully submitted,

FOLEY & LARDNER LLP^

/s/ Matthew D. Krueger Matthew D. Krueger*" District of Columbia Bar No. 979682 Lori Rubin Garber*^ District of Columbia Bar No. 1004240 Megan Chester*^ District of Columbia Bar No. 1021163 Washington Harbour 3000 K Street, N.W., Suite 600 Washington, D.C. 20007 Telephone: 202-672-5300 Facsimile: 202-672-5399

James G. Munisteri[^] Texas Bar No. 14667380 Federal ID No. 7294 Cassandra Georgantas[^] Texas Bar No. 24132712 Federal ID No. 3839776 1000 Louisiana, Suite 2000 Houston, Texas 77002 Telephone: 713-276-5500 Facsimile: 713-276-5555

Lawrence W. Vernaglia ~ ^ Massachusetts Bar No. 145487 111 Huntington Avenue, Suite 2500 Boston, Massachusetts 02199 Telephone: 617-342-4079 Facsimile: 617-342-4001 Gerald S. Kerska ~ ^ Wisconsin Bar No.1124070 David J. Wenthold ° ^ Wisconsin Bar No. 1105155 777 E. Wisconsin Ave. Milwaukee, Wisconsin 53202 Telephone: 414-271-2400 Facsimile: 414-297-4900

Counsel to Plaintiffs Texas Association for Home Care & Hospice, Indiana Association for Home & Hospice Care, and Houston Hospice

BAKER, DONELSON, BEARMAN, CALDWELL & BERKOWITZ, PC ^

<u>/s/ Katriel C. Statman</u> Katriel C. Statman ^ Texas Bar No. 24093197 Federal Bar No. 2513924 1301 McKinney Street, Suite 3700 Houston, Texas 77010 Telephone: 713-650-9700 Facsimile: 713-650-9701

Matthew W. Wolfe ° ^ North Carolina Bar No. 38715 2235 Gateway Access Point, Suite 220 Raleigh, North Carolina 27607 Telephone: 919-294-0801 Facsimile: 919-338-7696

Counsel to Plaintiffs Association for Home & Hospice Care of North Carolina and South Carolina Home Care & Hospice Association

ATTORNEYS FOR PLAINTIFFS

- * Admitted Pro Hac Vice
- ^o Pro Hac Vice Application Filed
- ~ Pro Hac Vice Application Forthcoming
- " Attorney-in-Charge
- ^ Of Counsel

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of Parties' Joint Motion for Stay was electronically served upon all parties and counsel of record through the electronic filing system.

Dated: March 14, 2025

/s/ Matthew D. Krueger

Matthew D. Krueger FOLEY & LARDNER LLP Washington Harbour 3000 K Street, N.W., Suite 600 Washington, D.C. 20007 (202) 672-5300 mkrueger@foley.com

Attorney-in-Charge Admitted Pro Hac Vice

CERTIFICATE OF CONFERENCE

I hereby certify that on March 4, 2025, undersigned counsel and other counsel for Plaintiffs conferred by a video teleconference with Assistant United States Attorney Myra Farah Siddiqui of the U.S. Attorney's Office for the Southern District of Texas. The Parties discussed the substance of this motion and subsequently agreed to its filing.

Dated: March 14, 2025

/s/ Matthew D. Krueger

Matthew D. Krueger FOLEY & LARDNER LLP Washington Harbour 3000 K Street, N.W., Suite 600 Washington, D.C. 20007 (202) 672-5300 mkrueger@foley.com

Attorney-in-Charge Admitted Pro Hac Vice

HOUSTON DIVISION		
TEXAS ASSOCIATION FOR HOME CARE & HOSPICE; INDIANA ASSOCIATION FOR HOME & HOSPICE CARE; ASSOCIATION FOR HOME & HOSPICE CARE OF NORTH CAROLINA; SOUTH CAROLINA HOME CARE & HOSPICE ASSOCIATION; AND HOUSTON HOSPICE, Plaintiffs,	§ § § § § CIVIL ACTION NO. 4:25-CV-00195	
vs. ROBERT F. KENNEDY, JR., in his official capacity as Secretary of the United States Department of Health and Human Services; and UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES, Defendants.	\$ \$ \$ \$ \$ \$ \$ \$	

UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF TEXAS

ORDER

Upon consideration of the Joint Motion for Stay (the "Motion") filed by Plaintiffs Texas Association for Home Care & Hospice, Indiana Association for Home & Hospice Care, Association for Home & Hospice Care of North Carolina, South Carolina Home Care & Hospice Association, and Houston Hospice (collectively "Plaintiffs") and Defendants Robert F. Kennedy, Jr. and the U.S. Department of Health and Human Services (collectively "Defendants") (together the "Parties"), the Court HEREBY GRANTS the Parties' Motion.

IT IS HEREBY ORDERED THAT:

- 1. This case is stayed, and the following deadlines and events are stayed:
 - a. Defendants' Answer Deadline (March 28, 2025)
 - b. Joint Discovery/Case-Management Plan (April 11, 2025)
 - c. Initial Pretrial and Scheduling Conference (April 21, 2025)

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ENTERED March 23, 2025 Nathan Ochsner, Clerk

2. The Parties shall submit a joint status report within ninety (90) days of the Court's issuance of an order staying this case, advising the Court as to the Parties' respective positions regarding a continued stay at that time.

It is so ORDERED.

March 21, 2025 Date

The Honorable Affred H. Bennett United States District Judge