

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

DENYING THE PLAINTIFF'S MOTION FOR A TEMPORARY RESTRAINING ORDER; DENYING THE PLAINTIFF'S MOTION FOR A PRELIMINARY INJUNCTION, AND; DENYING AS MOOT THE DEFENDANTS' MOTION TO DISMISS WITH PREJUDICE

I. INTRODUCTION

This matter comes before the court on Role Models America, Inc.'s ("the plaintiff") motions for a temporary restraining order and preliminary injunction, and the defendants' motion to dismiss the complaint with prejudice, After consideration of the parties' submissions and relevant law, the court concludes that the plaintiff has failed to sufficiently demonstrate that it has a substantial likelihood of success on the merits, that it will be irreparably harmed, that the balance of hardships favors theissuance of an injunction, or that the public interest will be furthered if the court were to grant the injunctive relief requested. Accordingly, the court will deny the plaintiffs motions for injunctive relief and deny as moot the defendants motion to dismiss with prejudice, along with the other various motions that have been subsequently filed by the plaintiff.

II. BACKGROUND

A. Factual Background

By way of background, the dispute in this case is centeredaround the disposal of surplus military property that is part ofFort Ritchie Military Reservation, located in Washington County,northeast of Hagerstown, in the community of Cascade, Marylandat the intersection of Routes 500 and 491. See Def.'s Ex. 1. The Fort Ritchie property is available under the provisions ofthe Federal Property and Administrative Services Act of 1945, asamended 40 U.S.C. § 484(k), and the Base Closure CommunityRedevelopment and Homeless Act of 1994, as amended 10 U.S.C. § 2687. See id. The surplus real property at Fort Ritchie(hereinafter "the surplus property") encompasses approximately 635.65 acres and contains 252 buildings, totaling 1,384,000 square feet of space. See id. The current range of uses of thesurplus property includes administrative, residential, retail, open recreation, and special purpose space. See id.

The surplus property is currently leased to Pen MarDevelopment Corporation of Maryland ("Pen Mar"). See Pl.'s Ex.9 ¶ 1.2. The General Assembly of the State of Maryland createdPen Mar as a public corporation for the purpose of developingthe Fort Ritchie property. See Pl.'s Ex. 11, 13, 14, 15. Assuch, Pen Mar is a creature of Maryland statute. See Chapter 737, Laws of Maryland 1997,

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

Annotated Code of Maryland, Article83A, § 5-1201 et seq.

The plaintiff is a Maryland 501(c)(3) non-profit corporationwith its principal place of business in Cascade, Maryland. SeeCompl. ¶ 3. Its objective is to establish and operate a nationalmodel Junior Reserve Officers Training Corps college-preparatorymagnet school for the nation's high school "drop-outs." Seeid. Congress funds the plaintiff's program through the U.S.Department of Labor. See Pl.'s Ex. 16. The plaintiff intends to build military-style schools using surplus property frommilitary base closures, which provide the facilities needed tooperate a large residential program of this type. See id.

On March 10, 2000, the plaintiff entered into a subleaseagreement with Pen Mar for use of the surplus property. SeePl.'s Ex. 9. The terms of that agreement require the plaintiff pay Pen Mar \$1,265,955.00 per year in quarterly installments of \$316,498.75 for approximately 275,000 square feet of space. See id. ¶ 1.7. The agreement further provides both parties with the option to extend the lease. See id. ¶ 1.4. Moreover, the parties noted in the agreement that Pen Mar is acquiringfull title to the Fort Ritchie property. See id. ¶ 1.2.

Defendant Thomas E. White,¹ Secretary of the Army, isnamed as a defendant in this action in his official capacityalong with the Army (collectively "the defendants"). SeeCompl. ¶ 4. The defendants plan on transferring nearly 280 acresto Pen Mar in the first phase of the Fort Ritchie comprehensiveredevelopment plan. See Pl.'s Mot. for Expedited Consideration("Pl.'s Mot. for Exped. Consid."), Ex. 2.

As of April 2001, Pen Mar had at least two pending suits against the plaintiff in Maryland courts respecting FortRitchie. See Compl. ¶ 29. The first suit concerns Pen Mar's alleged return of the plaintiff's rent check and a subsequent action against the plaintiff for eviction and back payment in Maryland state court. See id. The second suit concerns the improper display of flags at Fort Ritchie. See id.

The plaintiff seeks to acquire the Fort Ritchie propertythrough a public benefit conveyance pursuant to the Base ClosureAct of 1994, as amended 10 U.S.C. § 2687. See Compl. ¶ 32. Theplaintiff fears that the defendants will resume negotiations with Pen Mar for execution of the memorandum of agreement forproperty transfer at Fort Ritchie. See generally Pl.'s ReplyMem. in Supp. of Mot. for Exped. Consid. The plaintiff contends that conveyance of Fort Ritchie from the Army to Pen Mar would cause irreparable harm to the plaintiff and its ability toestablish a successful program for at-risk youth. See Pl.'s Mot. for a Preliminary Injunction ("Pl.'s Prelim. Inj. Mot.") ¶6. As such, the plaintiff requests that the court order the defendants to re-open the screening process at Fort Ritchie. See Compl. at 1, 10. In the alternative, the plaintiff asks the court to order the Army to directly convey the property to the plaintiff as a public benefit conveyance. See id. Accordingly, the plaintiff seeks a temporary restraining order and preliminary injunction preventing the Army from transferring Fort Ritchie to Pen Mar. See id. ¶ 3.

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

The defendants counter the plaintiff's allegations by arguingthree points. First, the defendants argue that the plaintiffcannot show irreparable harm because the plaintiff will continue ooperate its Academy under the lease term negotiated in March2000. See Def.'s Opp'n ¶ A. Second, the defendants assert that this court lacks jurisdiction because the matter is not ripe for judicial review. See id. ¶ B. On this second point, the defendants state that final agency action has not occurred andthat the property has not yet been transferred to Pen Mar. Seeid. Third, the defendants contend that the plaintiff received proper and adequate notice of the availability of the surplus property since the screening process was properly conducted within the meaning of the Base Closure Act. See id. ¶ C.

B. Procedural History

By way of procedural history in the case, on July 24, 2001, the plaintiff filed its complaint alleging the following insupport of a temporary restraining order and preliminaryinjunction: (1) the Army violated Base Closure laws, specifically the Base Closure Act of 1994 ("BCA"), as amended 10 U.S.C. § 2687, and the Administrative Procedure Act ("APA"), asamended 5 U.S.C. § 701 et. seq., by negotiating a transfer ofthe Fort Ritchie property with Pen Mar, thus triggering a finalagency action; (2) the Army violated the BCA and the APA byimproper notification of the availability of the surplusproperty, and; (3) the Army violated the BCA and the APA byconducting an improper screening process of the Fort Ritchieproperty. The complaint further claims that the Army's actionswere arbitrary and capricious, an abuse of discretion, and contrary to law in violation of the BCA and the APA.

On July 25, 2001, the defendants filed an opposition to theplaintiffs motion for a preliminary injunction. The defendants'opposition states that the Army's actions were not arbitrary andcapricious, nor contrary to applicable law. Moreover, the Armycontends that it conducted the screening process, notice, andlease in compliance with the directives of the BCA. On August 1,2001, the plaintiff filed a reply reiterating its challenge tothe final agency action under the APA for failure to give propernotice and for inadequate conduct of the screening process. OnSeptember 25, 2001, the defendants filed a "motion to dismiss ortransfer for improper venue, alternatively, to dismiss as unripefor review, or to dismiss in part for failure to state a claimto which relief is entitled, or for summary judgment." OnOctober 11, 2001, the plaintiff filed a "motion for expedited consideration of the plaintiffs motion for a preliminary injunction, to schedule a hearing on the plaintiffs motions, and for production of documents."

The court now turns to these motions and for the reasons thatfollow, the court denies the plaintiffs motions for a temporaryrestraining order and preliminary injunction. Additionally, the court denies as most the defendants' motion to dismiss along with the plaintiffs various other subsequently filed motions.

III. ANALYSIS

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

A. Legal Standard for a Preliminary Injunction

In order to succeed on a preliminary injunction, the movantmustdemonstrate: (1) a substantial likelihood of success on themerits; (2) that irreparable injury will result in the absence of the requested relief; (3) other interested parties will notsuffer substantial harm if the injunction is granted, and; (4)that the public interest favors entry of a preliminaryinjunction. See Taylor v. Resolution Trust Corp.,56 F.3d 1497, 1506 (D.C.Cir. 1995) (applying the four-part test); see also City of Las Vegas v. Lujan, 891 F.2d 927, 931 (D.C.Cir.1989) (affirming denial of an injunction after the district court properly applied the four-part test); Sea Containers,Ltd. v. Stena AB, 890 F.2d 1205, 1208 (D.C.Cir. 1989); WMATCv. Holiday Tours, Inc., 559 F.2d 841, 843 (D.C.Cir. 1977) Inaddition, a preliminary injunction is not granted as a matter of right. See Eli Lilly and Co. v. Premo Pharmaceutical Labs.,630 F.2d 120, 136 (3d Cir. 1980). Indeed, injunctive relief isan extraordinary remedy and must be sparingly granted. SeeDorfmann v. Boozer, 414 F.2d 1168 (D.C.Cir. 1969). Thus, acourt should not grant injunctive relief absent a clear and convincing showing by the moving party. See Yakus v. UnitedStates, 321 U.S. 414, 64 S.Ct. 660, 88 L.Ed. 834 (1944);accord Kahane v. Secretary of State, 700 F. Supp. 1162, 1165(D.C. 1988).

A district court must balance the four factors previouslynamed. See Grigsby Brandford & Co. Inc., v. United States,869 F. Supp. 984, 1003 (D.C. 1994). A court may balance weakness inone or more of the four factors against a particularly strongshowing in one of the other factors. See CityFed Fin. Corp. v.Office of Thrift Supervision, 58 F.3d 738, 747 (D.C.Cir. 1995). Therefore, injunctive relief "may be justified, for example, where there is a particularly strong likelihood of success on the merits even if there is a relatively slight showing of irreparable harm." CityFed Fin. Corp., 58 F.3d 738, 747. Consequently, although a "particularly strong likelihood of success on the merits" may entitle a movant to relief upon "arelatively slight showing of irreparable injury," some showing of irreparable injury is always required, "since the basis forinjunctive relief in the federal courts has always beenirreparable harm." Id. (quoting Sampson v. Murray,415 U.S. 61, 88, 94 S.Ct. 937, 39 L.Ed.2d 166 (1974)). Likewise, a courtmay accept a showing that the movant has a "substantial case onthe merits" instead of the probability of success on the meritsthat is ordinarily required, but only when all of "the otherthree factors strongly favor [the requested] interim relief."See WMATC, 559 F.2d at 843. If the movant fails to demonstrateany irreparable injury, however, the court will not inquirefurther before denying the injunction. See Sea Containers, Ltd.v. Stena AB, 890 F.2d 1205, 1208 (D.C.Cir. 1989) (denying preliminary injunctive relief was appropriate where the movantfailed to carry the burden of showing sufficient irreparableharm to support a preliminary injunction).

- B. The Court Denies The Plaintiff's Motions for Injunctive Relief for Failure to Make a Clear and Convincing Showing to Justify Relief
- 1. The Plaintiff Fails to Demonstrate the Likelihood of Success on the Merits

Applying the first prong of the four-part test, the courtdetermines that the plaintiff has failed to

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

sufficientlydemonstrate a likelihood of success on the merits of its claimthat the defendants' decision to transfer the Fort Ritchieproperty to Pen Mar, pursuant to the BCA, is arbitrary and apricious or contrary to law. See 10 U.S.C. § 2687. Specifically, the plaintiff has not demonstrated a likelihood of success in proving that the defendants' decision is subject to judicial review. See Taylor, 56 F.3d at 1506; SeaContainers Ltd., 890 F.2d at 1208; Holiday Tours, Inc., 559F.2d at 843. Moreover, assuming the court may review the defendant's decision, the plaintiff has not demonstrated alikelihood of success in showing that the defendant's decisionlacks a reasonable basis or that it is not in accordance with applicable law. See id. The court notes that the BCA appears to provide the necessary legal basis for the Army's regulations that require the Secretary of Defense to publish the selection criteria he proposes to use to recommend installations for closure or realignment in the Federal Register for notice and comment. See 10 U.S.C. § 2687. Finally, the court concludes that the plaintiff has failed to demonstrate a likelihood of success in showing that the Army's lease and subsequent transferto Pen Mar violates the BCA. See Taylor, 56 F.3d at 1506; SeaContainers Ltd., 890 F.2d at 1208; Holiday Tours, Inc., 559F.2d at 843. The court will address these points in the order that they are raised in the plaintiffs motion.

- a. Review of the Secretary's Decision under the APA
- (i) The Plaintiffs Claim Relating to the Transfer of Fort Ritchie to Pen Mar Under the Defendants' Comprehensive Redevelopment Plan and the BCA

"The [APA] establishes a `presumption of judicial review' atthe behest of those adversely affected by agency action." Kreisv. Secretary of the Air Force, 866 F.2d 1508, 1513 (D.C.Cir.1989) (citing Abbott Laboratories v. Gardner, 387 U.S. 136,140, 87 S.Ct. 1507, 18 L.Ed.2d 681 (1967)). The APA sets forththe procedures by which federal agencies are held accountable tothe public and their actions made subject to judicial review. See Franklin v. Massachusetts, 505 U.S. 788, 112 S.Ct. 2767,120 L.Ed.2d 636 (1992). Pursuant to the APA, a court may setaside any agency action found to be arbitrary, capricious, anabuse of discretion, or contrary to applicable law. See5 U.S.C. § 706(2). Such a review, however, is only available "tothe extent that statutes [do not] preclude judicial review andthe agency action is [not] committed to agency discretion bylaw." Cohen v. Rice, 800 F. Supp. 1006, 1009 (Me. 1992)(quoting 5 U.S.C. § 701(a)). Finally, the APA authorizesjudicial review only of "final agency action for which there is no other adequate remedy in a court." See 5 U.S.C. § 704. Akey issue at the heart of the instant dispute is whether thechallenged actions are "final actions" within the meaning of the APA.

In assessing the finality of the Secretary of the Army'sdecision, the court looks to Abbott Laboratories v. Gardner,387 U.S. 136, 87 S.Ct. 1507, 18 L.Ed.2d 681 (1967), in which the Supreme Court stated that the finality of agency action dependson whether its impact "is sufficiently direct and immediate andhas a direct effect on day-to-day business." See id. An agencyaction is not final if it is the ruling of a subordinateofficial or only tentative in nature. See id at 151, 87 S.Ct.1507. The core issues that this court must address are whetherthe agency has completed its decision-making process

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

and whether the result of that process is one that will directly affect theparties. See id.

The standard guiding the court's review of final agency actionrequires deference to the reasonable decision of the agency inlight of its expertise in the field. See Motor Vehicle Mfrs.Ass'n v. State Farm Mutual Ins. Co., 463 U.S. 29, 42-43, 103S.Ct. 2856, 77 L.Ed.2d 443 (1983) (emphasis added). Moreover, the central question presented herein is not whether otheroptions, such as directly transferring the surplus property to the plaintiff, could have been adopted by the defendants, butwhether the defendants' actual decision is rational. See id.at 43, 103 S.Ct. 2856.

The BCA provides the defendants with broad authority. Generally speaking, the BCA authorizes the defendants to takeall necessary actions to implement closure or realignment of military installations. See § 2905(a)(1)(A). Those actions include acquiring land, constructing replacement facilities, and conducting the advance planning and design required to relocate functions from a closed or realigned installation to another installation. See id.

The plaintiff challenges the defendants' decision to transferFort Ritchie to Pen Mar. The Defense Base Closure andRealignment Act of 1994 ("DBCRA") is an attempt to legislate theprocess by which domestic military installations are closed andrealigned. The DBCRA provides a selection process for unneededmilitary installations to be closed or realigned. See Pub.L.No. 101-510, §§ 2901-2910, 104 Stat. 1808 (1990), as amended byPub.L. No. 102-190, § 2801, 105 Stat. 1290 (1991). Through theDBCRA, Congress established an independent Defense Base Closureand Realignment Commission ("the Commission") to meet in 1991,1993, and 1995. See id. It requires the Secretary of Defenseto develop a six-year force structure plan, which assesses national security threats and the force structure needed to meetsuch threats. See Charles E. Smith Mgmt., Inc. v. Aspin,855 F. Supp. 852, 854 (E.D.Va. 1994). The DBCRA also requires theSecretary of Defense to publish in the Federal Register, fornotice and comment, the selection criteria the Secretaryproposes to use to recommend installations for closure andrealignment. See id. With these principles in mind and basedon the record before it, the court concludes that the plaintiffhas failed to demonstrate a likelihood of success on the meritsof the plaintiffs claim that the defendants' decision totransfer the property to Pen Mar was improper. See Taylor, 56F.3d at 1506; Sea Containers Ltd., 890 F.2d at 1208; HolidayTours, Inc., 559 F.2d at 843.

The defendants have offered several circumstances to support the defendants' decision to transfer the property to Pen Mar. Namely, the defendants assert that Pen Mar is a creature of Maryland statute set up to serve as the redevelopment authority for the purposes of managing the disposed property and as the single point of contact for redeveloping the base. Under this arrangement, Pen Mar is still leasing the property from the Army. As such, no transfer of title has taken place and, pursuant to the APA, no final agency decision has been completed. See 5 U.S.C. § 704. Further, no deed has been recorded showing the transfer of the property. Because it appears that the Army acted within the proper scope of its discretion, and because the Army appears to have provided areasonable explanation for why it has not improperly transferred the property to Pen Mar, the plaintiff has failed to show alikelihood of success on the merits for this claim. See id.

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

(ii) The Plaintiff's Claim Relating to the Screening for Public Benefit Conveyance Under the Federal Property and Administrative Services Act and the BCA

The court now examines the plaintiffs right to maintain claimsfor equitable relief with respect to the screening for publicbenefit conveyance under the Federal Property and AdministrativeServices Act ("FPASA"). The FPASA was enacted in 1949 toestablish an "economical and efficient system" for the procurement, utilization, and disposal of real and personal property under the control of federal agencies. See 40 U.S.C §471 et seq. In furtherance of this policy, the statute directs federal agencies to maintain adequate inventories of the property under their control and to identify excess property for transfer to other agencies who are able touse it. See 63 Stat. 384, as amended 40 U.S.C. § 483(b)(c).³ Property that has outlived its usefulness to the federal government is declared "surplus" and may be transferred to private or other public entities. See generally 63 Stat. 385, as amended 40 U.S.C. § 484. The Administrator of the General Services Administration ("GSA") may determine the extent and amount of reimbursement for such transfers of excess property. See id. at § 483(a).

The plaintiff contends that the court should interpret the BCA, in concert with the FPASA, as requiring the public benefitscreening to take place before submission of the redevelopment plan to the U.S. Department of Defense ("DoD") and the U.S. Department of Housing and Urban Development ("HUD"). The court, however, sees no implicit or explicit directive in the statuteor its legislative history requiring GSA to pay particular attention to the plaintiffs interests in deciding how to dispose of an excess or surplus site. See Rhode Island Comm. on Energyv. GSA, 561 F.2d 397, 402 (1st Cir. 1977). At most, the statuteguides GSA's actions in choosing among federal, public, and private entities requesting the conveyance of excess or surplus property. See id.

In the instant action, GSA does not have exclusive authorityover the Fort Ritchie property because Fort Ritchie is amilitary installation⁶ within the meaning of the BCA and,therefore, the defendants' recommendation to transfer theproperty to Pen Mar does not exceed the control and authority of the defendants provided by the BCA. Under the BCA, however, inorder to expedite implementation of the Commission's recommendations, GSA delegates to DoD its statutory authority over the management and disposal of federal property on closed military bases. See 10 U.S.C. § 2687 note 9, § 2905(b)(1). Inturn, DoD redelegates that authority to the individual armedservices for their respective installations. See 41 C.F.R. § 101-47.6.

(Post-Federal Screening Process Under the McKinney Homeless Assistance Act)

After federal screening ends, the next step of the propertydisposal process takes place under the McKinney HomelessAssistance Act ("McKinney Act"). See 42 U.S.C. § 11411. TheMcKinney Act allows unutilized and underutilized federalproperty to be made available for use as homeless shelters. SeeNat'l Law Ctr. onHomelessness & Poverty v. United States Veterans Admin.,819 F. Supp. 69 (D.C. 1993). Real property and facilities on a basescheduled to be shut down generally meet this definition. See41 C.F.R. § 101-47.9. Pursuant to the McKinney Act, the disposalagency submits a property

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

description to HUD, which determineswhether any of the property is suitable for use by the homelessand then the disposal agency publishes that determination in theFederal Register. See 42 U.S.C. § 11411. In an attempt tominimize conflicts, Congress amended the BCA to require ahomeless provider to express interest in the property within 60days, and then apply for the property within 90 days after HUDdetermines the property is suitable for use by the homeless. See § 2905, note 57. If a homeless provider fails to activithin either of these prescribed periods, the localredevelopment authority may acquire the property under a rightof first refusal for one year that is superior to any rightwhich a homeless provider may have under the McKinney Act. Seeid. Accordingly, the Army's authority over the management and disposal of Fort Ritchie to Pen Mar fits within the meaning of the BCA. See id. Pursuant to the FPASA and the McKinney Act,Pen Mar may acquire the real surplus property through thepublic benefit screening process. See 41 C.F.R. § 101-47.3;41 C.F.R. § 10147.303; 3 C.F.R. § 197. The court concludes that the plaintiff has failed to demonstrate a likelihood of success on this claim. See Taylor, 56 F.3d at 1506; Sea ContainersLtd., 890 F.2d at 1208; Holiday Tours, Inc., 559 F.2d at 843.

(iii) The Plaintiff's Claim Relating to the Lack of Proper and Adequate Notice of the Availability of the Surplus Property at Fort Ritchie under the Base Closure Act

The court now turns to the plaintiffs claim that the defendants did not give proper and adequate notice of the availability of the surplus property at Fort Ritchie. Pursuantto the BCA, the notice criteria requires publication in the Federal Register. See 10 U.S.C. § 2687. The BCA specifically provides that upon the recognition of a redevelopment authority for an installation the Secretary of Defense shall publish information on buildings and property identified as excess property or surplus property in the Federal Register and in an ewspaper of general circulation in the communities within the vicinity of the installation. See 10 U.S.C. § 2905(7)(B)(IV)(ii).

The plaintiff argues that the defendants' notice of the publicbenefit conveyance was inadequate. See Pl.'s Mem. in Supp. ofPrelim. Inj. Mot. p. 2 ¶ 1. The plaintiff points to the noticeas lacking information regarding the screening for publicbenefit conveyances. See generally Pl.'s Prelim. Inj. Mot.Under the BCA, however, the notice criteria clearly calls forthe notice's publication in the Federal Register and anewspaper of general circulation. See10 U.S.C. § 2905(7)(B)(IV)(ii). The defendants submitted to this court anotice published in the Federal Register, Vol. 61, No. 92 onFriday, May 10, 1996. See Def.'s Ex. 1. The defendants also submitted an announcement published under the legal notices section of the Friday, May 10, 1996 edition of the Herald-Mail.See Def.'s Ex. 2. As such, it seems clear that compliance withthe applicable notice criteria has been met by the defendants. See 10 U.S.C. § 2905(7)(B)(IV)(ii).

To be sure, in Charles E. Smith Mgmt., Inc., the courtinterpreted the BCA notice provision to direct the Secretary of Defense to summarize in the Federal Register the process by which each installation was recommended for closure or realignment and to provide a justification for each recommendation. See Charles E. Smith Mgmt., Inc., 855 F. Supp. at 854. Furthermore, the notice provision required

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

publication of anyproposed changes to the Secretary's recommendations in the Federal Register and to hold public hearings on the proposed changes. See id. Similarly, in Cohen, the Secretary was also required to formulate criteria for use in identifying bases for closure and realignment. See Cohen, 800 F. Supp. at 1009. The criteria had to be published in the Federal Register for public notice and comment. See id.

Accordingly, as stated earlier, the court believes that thedefendants have subscribed to the notice requirement within therealm of surplus availability under the provisions of FPASA andthe BCA. Indeed, the notices published by the defendantssufficiently detail the necessary information for a prospective party to submit a notice of interest to the redevelopmentauthority. See Def.'s Ex. 1, 2. Moreover, the plaintiffsubmitted to the court numerous articles obtained from the pressregarding the transfer of the Fort Ritchie property. See Pl.'s Ex. 2. As such, the plaintiffs argument that there was no specific notice given with respect to the public benefit conveyance is unpersuasive and misguided. The plaintiff is misinterpreting the BCA if it believes that the disposal agencies must extend a personal invitation to every party interested in surplus property. See § 2905(7)(b)(IV)(ii); Charles Smith Mgmt., Inc., 855 F. Supp. at 854. To read such are quirement into the statute would contravene the very purpose of the BCA, that is, to publish a general public notice. Seeid. Because it appears that the Army complied with the notice requirements of the BCA, Charles E. Smith Mgmt., Inc., 855 F. Supp. at 854; accord Cohen, 800 F. Supp. at 1009, the plaintiff cannot show a likelihood of success on the merits on this claim. See Taylor, 56 F.3d at 1506; Sea Containers Ltd., 890 F.2d at 1208; Holiday Tours, Inc., 559 F.2d at 843.

2. The Plaintiff Fails to Demonstrate That Irreparable Harm Would Result in the Absence of a Preliminary Injunction

Turning now to the second prong of the four-part test, for the court to grant a preliminary injunction, the plaintiff must show that irreparable harm will result absent immediate intervention by the court. See Miami Building & Construction Trades Councilv. Secretary of Defense, 143 F. Supp.2d 19, 27 (D.C. 2001). To constitute irreparable harm, the injury must be certain and great; it must be actual and not theoretical. See Wisconsin GasCo. v. FERC, 758 F.2d 669, 674 (D.C.Cir. 1985). The plaintiff advances essentially two arguments to demonstrate irreparable harm: (1) that once the defendants transfer the surplus property to Pen Mar, the plaintiff will not be able to challenge the transfer, and will have no choice but to comply with the agency's decision and; (2) that if the defendants transfer titleto Pen Mar, it will foreclose any opportunity to acquire the surplus property in the future. The court rejects both arguments.

First, the plaintiffs argument that compliance with an agencydecision is irreparable harm is unsupported. See CityFed Fin.Corp. v. Office of Thrift Supervision, 58 F.3d 738, 746(D.C.Cir. 1995). Under the APA, a final agency decision has notoccurred. See 5 U.S.C. § 704; Abbott Laboratories, 387 U.S.at 151-52, 87 S.Ct. 1507; Def.'s Opp'n ¶ A. Even if Pen Martakes and perfects title to the property, the plaintiff willcontinue to occupy the property under its sublease agreementwith Pen Mar. See Pl.'s

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

Ex. 9 ¶¶ 1.2, 1.4. Accordingly, the plaintiff will continue to conduct its academy for the remainder of the lease term even if the subject property eventually passesto Pen Mar. See id. This set of facts does not suggest that the plaintiff faces imminent irreparable harm. See Miami Buildingat 27; Wisconsin Gas Co., 758 F.2d at 674.

Second, the plaintiff contends that if the defendants transfertitle to Pen Mar, then the surplus property will be beyond reachfor acquisition. The mere possibility of a transfer of title isnot enough to substantiate a basis for irreparable harm. SeeConnecticut v. Massachusetts, 282 U.S. 660, 674, 51 S.Ct. 286,75 L.Ed. 602 (1931); accord Wisconsin Gas Co., 758 F.2d at674. The implication of potential future acts is not the type ofinjury normally considered to be irreparable for purposes of apreliminary injunction. See Wisconsin Gas Co., 758 F.2d at674; Ashland Oil Inc. v. FTC, 409 F. Supp. 297, 307 (D.C.1976), aff'd 548 F.2d 977 (D.C.Cir. 1976) (citations and internal quotations omitted). Moreover, the cases cited by theplaintiff do not support its argument. For example, theplaintiff makes reference to National Coalition for Homeless v.U.S. Veterans' Admin., 695 F. Supp. 1226 (D.C. 1988), whereirreparable harm was found on the basis of a unique, imminent, and unprecedented crisis due to the lack of shelter for thehomeless. See id. at 1234. In the instant action, no such crisis exists to warrant interim injunctive relief. But seeid. Assuming arguendo that economic loss has or will occur as a result of the title transfer to Pen Mar, it is wellestablished in this circuit that economic loss does not, in andof itself, constitute irreparable harm. See Wisconsin Gas Co.at 674. Along the same line of reasoning, the D.C. Circuit haspronounced that:

[a] disappointed bidder that claims illegality in a procurement alleges an injury beyond its economic loss of the contract. The disappointed bidder may also claim injury to its right to a legally valid procurement process. This right is implicitly bestowed on all bidders by the mandatory language of the federal procurement statutes and by the contractual invitation to bid embodied in the solicitation.

See National Maritime Union of America v. Commander, MSC,824 F.2d 1228, 1237 (D.C.Cir. 1987) (citations omitted).

The plaintiff argues that it has been deprived of a legallyvalid procurement process and has thus suffered an irreparableinjury. The court rejects this argument in light of the factthat the plaintiff has failed to persuade the court that it haspresented a substantial case on the merits on its claim that the procurement process was legally invalid. See O'DonnellConstruction Company v. District of Columbia, 963 F.2d 420(D.C.Cir. 1992) (finding irreparable harm present in adisappointed bidder action after determining the plaintiff haddemonstrated a strong showing that it was likely to prevail on the merits). As the Supreme Court has recognized,

the key word in this consideration is irreparable. Mere injuries, however substantial, in terms of money, time and energy necessarily expended in the absence of a stay, are not enough. The possibility that adequate compensatory or other corrective relief will be available at a later date, in the ordinary course of litigation, weighs heavily against a claim of irreparable harm.

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

See Sampson v. Murray, 415 U.S. 61, 88-90, 94 S.Ct. 937, 39L.Ed.2d 166 (1974); accord Wisconsin Gas Co. 758 F.2d at 674.

Finally, while there may be some possibility that the Army maytransfer the surplus property to Pen Mar during the pendency of the lawsuit, this is highly speculative. Furthermore, to the extent that the litigation has created uncertainty, the plaintiff itself has helped create the uncertainty by initiating the litigation. Accordingly, the plaintiff has not made ashowing that irreparable harm will result absent immediate intervention by the court. See Miami Building, 143 F. Supp.2d at 27.

3. The Plaintiff Fails to Demonstrate That the Balance of Harms Favors the Issuance of a Preliminary Injunction

Turning to the third prong of the four-part test, for the court to grant a preliminary injunction, the plaintiff must showthat other interested parties will not suffer substantial harmif the injunction is granted. See Virginia Petroleum Jobbers Assoc. v. FPC, 259 F.2d 921 (D.C.Cir. 1958). Assumingarguendo that the plaintiff has made the requisite showing onthe first two prongs, the court would still conclude that theissuance of an injunction would have a serious adverse effect onother interested parties. See id. at 924-25. Relief saving oneparty from irreparable injury, at the expense of similar harmcaused to another, might not qualify as the equitable judgmentthat an injunction represents. See id. at 925. The plaintiff, however, fails to demonstrate why the balance of harms favorsthe issuance of the requested interim injunctive relief. Inaddition, the plaintiff has not devoted substantial time and effort in discussing the balance of harms factor. To wit, the plaintiff merely states, without providing any authority, that"[n]o one will be irreparably harmed if the court grants a TROand a preliminary injunction." Pl.'s TRO Mot. at 18; Pl.'s Prelim. Inj. Mot. at 3 (repeating the same statementverbatim). As such, the plaintiff has failed to persuade the court of this point let alone convince the court that it has abasis to complain of potential losses or inconvenience to other parties. See Virginia Petroleum Jobbers Assoc. at 921, 925. Accordingly, the plaintiff has not made the necessary showing with respect to the third prong of the four-part test that would favor issuance of a preliminary injunction. See Taylor, 56F.3d at 1506; Sea Containers Ltd., 890 F.2d at 1208; HolidayTours, Inc., 559 F.2d at 843.

4. The Plaintiff Fails to Demonstrate That the Public Interest Favors the Issuance of a Preliminary Injunction

Finally, the court examines the last prong of the four-parttest against the claims made by the plaintiff in its motions forinjunctive relief. Here too, the plaintiff has not developed its argument to justify such relief. The plaintiff has not devoted substantial time in discussing the public interest considerations, as such, it is unnecessary to address this issue at length. The court notes that no authority has been advanced to buttress the plaintiffs conclusory assertion that "[t]hepublic interest is . . . served by requiring the [d]efendants to comply with the law . . ." Pl.'s TRO Mot. at 19; Pl.'s Prelim.Inj. Mot. at 3. Moreover, this court recognizes that the publichas an interest in seeing the

193 F. Supp.2d 76 (2002) | Cited 0 times | District of Columbia | January 15, 2002

congressionally created process oftransferring title to closed military bases under the BCAcontinue. Even if the court assumes the plaintiffs assertion is correct with respect to the public interest prong, it does not outweigh the court's determination that the plaintiff has failed to demonstrate a likelihood of success on the merits or that it would suffer irreparable harm without a temporary restraining order or preliminary injunction. See Taylor, 56 F.3d at 1506; Sea Containers Ltd., 890 F.2d at 1208; Holiday Tours, Inc., 559 F.2d at 843.

IV. CONCLUSION

For all of the foregoing reasons, the court denies theplaintiffs motions for a temporary restraining order and apreliminary injunction. Because the court denies the complaint's requested relief in whole, the court denies as most the defendants' motion to dismiss the complaint with prejudice. Further, the court denies as most plaintiff's motions for expedited consideration of the plaintiff's motion for a preliminary injunction, for a hearingon that motion, and for production of documents. An orderdirecting the parties in a manner consistent with this Memorandum Opinion is separately and contemporaneously issuedthis 14th day of January 2002.

- 1. Although the complaint names Thomas E. White as adefendant in the action, pursuant to Federal Rule of CivilProcedure 25(d)(1), Gregory L. Dahlberg substitutes as the proper defendant. See Fed R. Civ. P. 25(d)(1). When a public officer is a party to an action in his official capacity and during its pendency ceases to hold office, the officer's successor is automatically substituted as a party. See id.
- 2. The court denies as unripe the plaintiff's request forproduction of documents because the court has not scheduled aninitial status hearing in the case in order to determine theneed for such documents relating to the plaintiff'scase-in-chief.
- 3. The FPASA defines "excess property" as "property under the control of any federal agency which is not required for itsneeds and the discharge of its responsibilities." 63 Stat. 378, as amended 40 U.S.C § 472(e).
- 4. The FPASA defines "surplus property" as "any excessproperty not required for the needs and the discharge of theresponsibilities of all [f]ederal agencies, as determined by the Administrator of the General Services Administration ("GSA")."63 Stat. 379, as amended 40 U.S.C. § 472(g).
- 5. The FPASA provides that GSA's Administrator shall have supervision and direction over the disposition of surplus property and establish guidelines for disposal by bid ornegotiations. See 40 U.S.C. § 484.
- 6. See 10 U.S.C. § 2687, 2909(a). According to the BaseClosure Act, a "military installation" is a base, camp, post, station, yard, center, homeport for any ship, or other activityunder the jurisdiction of DoD, including any leased facility. That term's definition does not include any facility usedprimarily for civil works, rivers and harbor projects, floodcontrol, or other projects not under the primary jurisdiction or control of DoD.