Hamer v. State of Nevada	Bureau of Vocation	al Robabilitation E	molovmont	and Training
Trainer V. State Urivevaua	Dureau or vocation		Inployment	and maining

## **UNITED STATES DISTRICT COURT**

## **DISTRICT OF NEVADA**

)

)

)

CLARK HAMER,		
Plaintiff,		
VS.		
STATE OF NEVADA BUREAU OF		
VOCATIONAL REHABILITATION		
EMPLOYMENT AND TRAINING,		
Defendant.		

1

2

3

4

5

6

7

8

9

10

11

12

13

15

16

17

18

19

20

21

22

23

24

25

Case No.: 2:15-cv-01036-GMN-GWF

**ORDER** 

Pending before the Court is the Report and Recommendation of the Honorable United States Magistrate Judge George Foley, Jr., (ECF No. 30), which recommends that Clark Hamer's ("Plaintiff") discrimination claim against the Nevada Disability and Advocacy Law Center ("NDALC") pursuant to 42 U.S.C. § 1983 be dismissed due to Plaintiff's failure to 14 allege a sufficient nexus between the State of Nevada and NDALC.

A party may file specific written objections to the findings and recommendations of a United States Magistrate Judge made pursuant to Local Rule IB 1-4. 28 U.S.C. § 636(b)(1)(B); D. Nev. R. IB 3-2. Upon the filing of such objections, the Court must make a de novo determination of those portions to which objections are made. Id. The Court may accept, reject, or modify, in whole or in part, the findings or recommendations made by the Magistrate Judge. 28 U.S.C. § 636(b)(1); D. Nev. IB 3-2(b). Here, Plaintiff filed an Objection to the Report and Recommendation on June 8, 2017. (See ECF No. 32).

Judge Foley recommends dismissal of Plaintiff's § 1983 claim against NDALC on the basis that Plaintiff fails to establish a nexus between the State of Nevada and NDALC sufficient to render NDALC a governmental actor for the purposes of his constitutional claims. (Report

and Recommendation 5:2-3, ECF No. 30). In accordance with 28 U.S.C. § 636(b)(1) and 2 Local Rule IB 3-2(b), the Court has reviewed the record in this case, including Plaintiff's 3 Objection, (ECF No. 32), and agrees with Judge Foley's recommendation.

1

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

The ultimate issue in determining whether a person or entity is subject to suit under § 1983 is whether the alleged violation of federal rights is fairly attributable to the government. See Sutton v. Providence St. Joseph Medical Center, 192 F.3d 826, 835 (9th Cir. 1999). The United States Supreme Court utilizes a two-part test to answer this inquiry. "First, the deprivation must result from governmental policy[,]" such that the deprivation was "caused by the exercise of some right or privilege created by the [government] or a rule of conduct imposed by the [government]." Id. (quoting Lugar v. Edmondson Oil Co., Inc., 457 U.S. 922, 937 (1982)). "Second, 'the party charged with the deprivation must be a person who may fairly be said to be a governmental actor." Id. (quoting Lugar, 457 U.S. at 937). The Ninth Circuit "start[s] with the presumption that private conduct does not constitute governmental action." Id.; see also Price v. State of Hawaii, 939 F.2d 702, 707–708 (9th Cir. 1991) ("[P]rivate parties are not generally acting under color of state law.").

Further, the "Supreme Court has instructed that 'state action may be found if, though only if, there is such a close nexus between the State and the challenged action that seemingly private behavior may be fairly treated as that of the State itself." Florer v. Congregation Pidyon Shevuyim, N.A., 639 F.3d 916, 924 (9th Cir. 2011) (quoting Brentwood Acad. V. Tenn. Secondary Sch. Athletic Ass'n, 531 U.S. 288, 295 (2001)). The inquiry "begins by identifying the specific conduct of which the plaintiff complains." Caviness v. Horizon Cmty. Learning Ctr., 590 F.3d 806, 812 (9th Cir. 2010). "It is important to identify the function at issue because an entity may be a State actor for some purposes but not for others." Id. 812–13.

The Court finds that Plaintiff's amended Complaint, (see Second Am. Compl. ("SAC"), ECF No. 19), fails to plead facts from which the Court can conclude that NDALC's conduct

can fairly constitute state action. Plaintiff alleges that NDALC and the Nevada Bureau of
Vocational Rehabilitation and Training ("BVR") collaborated in approving Plaintiff's
Individualized Plan for Employment ("IPE"), which allegedly violated federal compliance
regulations. (See id. at 1). Plaintiff further alleges that NDALC receives federal funding and
BVR contracted with NDALC to ensure federal compliance. (Id. at 1–2). Beyond these two
assertions, however, there are no specific allegations that NDALC's actions resulted from
governmental policy, or that NDALC effectively served as a state agent with regard to the
alleged deprivation.

Moreover, it is well established that a private entities' dependence on governmental subsidies is insufficient to establish state action. See e.g., Rendell-Baker v. Kohn, 457 U.S. 830, 840–41 (1982)); see also Caviness, 590 F.3d at 815. Further, being subject to extensive governmental regulation is also not enough to render private entities governmental actors for the purposes of constitutional claims. See Blum v. Yaretsky, 457 U.S. 991, 1004 (1982). Accordingly, Plaintiff's allegations are insufficient to overcome the presumption that NDALC is a private actor.

Accordingly,

**IT IS HEREBY ORDERED** that the Report and Recommendation, (ECF No. 30), is **ACCEPTED and ADOPTED** in full.

**IT IS FURTHER ORDERED** that Plaintiff's discrimination claim against NDALC pursuant to 42 U.S.C. § 1983 is dismissed due to Plaintiff's failure to allege that there is a sufficient nexus between the State of Nevada and NDALC.

**DATED** this <u>7</u> day of March, 2018.

Gloria M. Navarro, Chief Judge United States District Court

Page 3 of 3