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1 2 3 4 5 6 7 8 9	DONALD M. FALK, Cal. Bar #1502 SCHAERR   JAFFE LLP Four Embarcadero Center, Suite 140 San Francisco, CA 94111 Tel: (415) 562-4942 Fax: (202) 776-0136 dfalk@schaerr-jaffe.com EUGENE VOLOKH, Cal. Bar #1944 evolokh@schaerr-jaffe.com SCHAERR   JAFFE LLP 385 Charles East Young Dr. East Los Angeles, CA 90095 Tel: (310) 206-3926	)0		
<ol> <li>10</li> <li>11</li> <li>12</li> <li>13</li> <li>14</li> <li>15</li> <li>16</li> </ol>	GENE C. SCHAERR (pro hac vice) EDWARD H. TRENT (pro hac vice) SCHAERR   JAFFE LLP 1717 K Street NW, Suite 900 Washington, DC 20006 Tel: (202) 787-1060 gschaerr@schaerr-jaffe.com etrent@schaerr-jaffe.com <i>Counsel for Plaintiff</i>			
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#### **INTRODUCTION**

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2 After admitting that they discriminated against Carano for her 3 personal political beliefs and subjected her to disparate treatment from her similarly situated male co-stars, The Walt Disney Company, 4 Lucasfilm LTD, and Huckleberry Industries (collectively, "Defendants") 5 assert that the First Amendment to the U.S. Constitution gives them 6 7 absolute immunity. Defendants are incorrect. Neither the First Amendment itself nor the few cases applying the First Amendment in the 8 context of casting give employers the right to control or punish the 9 10 personal speech of employees. None of Carano's comments reference Defendants, Star Wars, or The Mandalorian, or had anything to do with 11 12 Defendants. Carano's claims do not seek to impose any message on 13 Defendants or to change Defendants' speech in any fashion. Rather, Carano seeks relief for Defendants' violation of laws of general 14 15 applicability that do not, as applied here, inhibit or affect *Defendants*' speech. Defendants' Motion to Dismiss [Doc. 33] should be denied. 16

17 As shown below, there are no facts in the Complaint to suggest that Carano's claims implicate, let alone clearly establish, the First 18 Amendment interests Defendants assert. 19 And Defendants do not challenge the sufficiency of the allegations in the Complaint [Doc. 1] to 20 support the asserted violations of California law (Mot. at 7 n. 2). Rather, 21 22 they only assert that they have absolute First Amendment immunity to 23 terminate any actor for any reason they see fit. The law does not support 24 their claim.

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## LEGAL STANDARD

26 "In deciding a motion to dismiss, a court must accept as true the
27 allegations of the complaint and must construe those allegations in the
28 light most favorable to the nonmoving party." *Baghikian v. Providence*

*Health & Servs.*, No. CV 23-9082-JFW(JPRX), 2024 WL 487769, at \*2 1 (C.D. Cal. Feb. 6, 2024) (citing See, e.g., Wyler Summit P'ship v. Turner 2 3 Broad. Sys., Inc., 135 F.3d 658, 661 (9th Cir. 1998)). When it comes to asserting an affirmative defense as grounds for dismissal under Rule 4 12(b)(6), as Defendants do here, the Ninth Circuit has made it clear that 5 "Rule 8 does not require plaintiffs to plead around affirmative defenses. 6 7 See Jones v. Bock, 549 U.S. 199, 216 127 S.Ct. 910, 166 L.Ed.2d 798 8 (2007). And '[o]rdinarily, affirmative defenses ... may not be raised on a motion to dismiss.' Lusnak v. Bank of Am., N.A., 883 F.3d 1185, 1194 n.6 9 10 (9th Cir. 2018)." U.S. Commodity Futures Trading Comm'n v. Monex Credit Co., 931 F.3d 966, 972 (9th Cir. 2019). Accordingly, "[a]n 11 12 affirmative defense is grounds for dismissal at the pleading stage only if 13 'the plaintiff pleads itself out of court—that is, admits all the ingredients of an impenetrable defense ...." Baghikian, 2024 WL 487769, at \*2 14 15 (quoting Durnford v. MusclePharm Corp., 907 F.3d 595, 603 n.8 (9th Cir. 2018) (quoting Xechem, Inc. v. Bristol-Myers Squibb Co., 372 F.3d 899, 16 901 (7th Cir. 2004))). As explained in more detail below, that is obviously 17 18 not true of the allegations here.

## DEFENDANTS MISSTATE THE RELEVANT ALLEGATIONS IN THE COMPLAINT

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But first it is necessary to address Defendants' attempt to mischaracterize those allegations. Defendants admit they terminated Carano for her personal speech (Mot. at 13), confirming that her pleaded claims are valid. But the Motion then reaches outside the complaint while simultaneously misrepresenting Carano's comments in an attempt to justify her termination.

For example, Defendants represent that Carano's personal views
conflict with "Disney values" (Mot. 1-2, 5), while those of the other Disney

employees referenced in the Complaint apparently do not.<sup>1</sup> Defendants
then claim that Carano's comments "would detract from [Defendants']
ability to convey its own chosen message" (Mot. at 12). But there are no
allegations in the Complaint to support such a claim. The only claims set
out on the face of the Complaint are that Defendants violated Carano's
rights under California law, facts Defendants do not and cannot dispute
at this stage of the case.

As to the specifics of Carano's Complaint, and contrary to Defendants' assertion, Carano did not disparage anyone, and she certainly did not "publicly trivialize the Holocaust," let alone "grotesquely" do so (Mot. 2, 5). Indeed, the Auschwitz Museum made the same point as the one contained in Carano's February 10, 2021 post (Comp. ¶ 105). Defendants claim Carano's February 10, 2021 post was "comparing criticism of political conservative viewpoints to the Holocaust in Nazi Germany" (Mot. at 2) but the post—which they quote—does not refer to "conservative viewpoints" at all (Mot. at 2; Comp. ¶ 102).

Likewise, Carano did not "mock[] people who identify their pronouns to show support for transgender rights" (compare Mot. at 2 with Comp. ¶¶ 69-73). And of note, several of the accounts that hounded Carano for not putting pronouns in her X header did not have pronouns

<sup>1</sup> Defendants suggest that Pedro Pascal and Mark Hamill "did not send multiple controversial posts in a compressed timespan" (Mot. at 16) attempting to distinguish the examples of their posts calling supports of former President Trump Nazis (Comp. [Doc. 1] ¶¶ 131-132, 134, 138-140), comparing U.S. immigration policy to the Holocaust (Comp. ¶ 133), and turning Muppet characters into transgender activists who support the Black Lives Matter movement (Comp. ¶ 136). Defendants' attempt to downplay these posts and the others cited in the Complaint they ignore (e.g., Comp. ¶¶ 100, 144) suggests that these comments are apparently consistent with whatever message Defendants wish to communicate.

in their own. Comp. ¶¶ 63-64. Yet, as set out in the Complaint,
 Defendants harassed Carano over pronoun issues, enforcing their own
 view of orthodox speech outside the workplace. Comp. ¶¶ 75-86.

Indeed, as set out in the Complaint, none of Carano's posts
referenced Defendants, *The Mandalorian*, or any of Defendants'
programs. And they have nothing to do with *Defendants*' speech.
Because nothing in the Complaint pleads that Carano's speech had any
impact on Defendants or their message, there is no basis on the face of
the Complaint to support the asserted First Amendment defense.
Defendants' Motion should therefore be denied.

#### ARGUMENT

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The core of Defendants' argument is the legal proposition that, 12 "[u]nder the First Amendment, an entity engaged in expressive 13 communication may choose to exclude from its own communications 14 other speakers who, in the expressive entity's view, would impair its 15 ability to convey its own preferred message" (Mot. at 6-7). Yet no court 16 has held that media employers have an absolute right to "exclude" actors 17 because of their viewpoints--religious, political, or otherwise. While 18 Defendants suggest that the scholarly work of Plaintiff's counsel 19 supports their position (Mot. 3, 11-12), Defendants do not accurately 20 represent the work they cite. Indeed, in his scholarly article, Professor 21 22 Volokh noted that, while some assert the arguments Defendants make 23 here, the courts have *not* adopted those arguments: "Some have argued that employers have a constitutional right to refuse to associate with 24 people whose political beliefs they reject. But the [Supreme] Court has 25 never extended the right not to associate that far." Eugene Volokh, 26 Reasons Not to Limit Private-Employer-Imposed Speech Restrictions: The 27 Employer's Own Free Speech Rights?, at 9, Volokh Conspiracy (Aug. 5, 28

2022) (emphasis added), <u>https://tinyurl.com/yesbyhm3</u> (cited at Mot. 3,
 11-12) (a copy is attached as Ex. A). Indeed, discrimination laws in place
 for decades limit private employers that create expressive content from
 discriminating against employees for their off-duty speech and their sex
 as alleged in the Complaint. Defendants' Motion to Dismiss based on
 "speaker's autonomy" (Mot. at 7) should be denied.

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## A. Defendants Do Not have a First Amendment Right to Discriminate Against Carano Simply Because They Disagree with her Speech.

Defendants claim they have an absolute right to terminate Carano
under a concept they dub "speaker's autonomy" (Mot. at 7). Defendants
rely (Mot. at 7-8) on *Hurley v. Irish-Am. Gay, Lesbian and Bisexual Grp.*of Boston, 515 U.S. 557 (1995), but *Hurley* does not help them here.

In Hurley, the plaintiff, GLIB, sought to march in the Boston St. 14 Patrick's Day parade "carrying its own banner," 515 U.S. at 572, for the 15 purpose of "express[ing] pride in their Irish heritage as openly gay, 16 lesbian, and bisexual individuals." Id. at 561. It was this message that 17 the parade organizers did not wish to express as part of the parade. Id. 18 at 572. The Court noted that the parade organizers were only excluding 19 a group from "carrying its own banner" in the parade, and that "[the 20 21 organizers] disclaim any intent to exclude homosexuals as such, and no individual member of GLIB claims to have been excluded from parading 22 23 as a member of any group that the Council has approved to march." Id. 24 As the Court made clear, it was the attempted *insertion* of the plaintiff's 25 message into the defendant's parade that was objectionable, a 26 circumstance not present here.

27 Nothing in the Complaint suggests that Carano is seeking to modify
28 Defendants' speech, or the message Defendants desire to express in their

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movies. Carano did not make any effort to alter the message of The 1 2 Mandalorian and Defendants do not explain how Carano's personal, off-3 the-job social media comments affected *Defendants*' speech. They simply assert that it does. Yet, the Supreme Court has made it clear "that an 4 expressive association" cannot "erect a shield against antidiscrimination 5 laws simply by asserting that mere acceptance of a member from a 6 7 particular group would impair its message." Boy Scouts of Am. v. Dale, 530 U.S. 640, 653 (2000). If Defendants have evidence for their 8 assertions, they may offer it later in the case, but they cannot sidestep 9 10 the Complaint simply by asserting what they cannot prove at the pleading stage. 11

#### 1. Laws of general applicability, including those that discrimination. "expressive prohibit apply to employers."

Rather than provide the blanket immunity Defendants claim, "generally applicable laws do not offend the First Amendment simply because their enforcement against the press has incidental effects on its ability to gather and report the news," Cohen v. Cowles Media Co., 501 U.S. 663, 669 (1991), or, in this case, on Defendants' ability to create 19 entertainment. The media, for instance, "must obey the National Labor 20 Relations Act," id. (citing Associated Press v. NLRB, 301 U.S. 103 (1937) 21 ("AP")), and publishers thus have no "absolute and unrestricted freedom 22 to employ and to discharge" editors. AP, 301 U.S. at 131. Instead, the 23 Supreme Court held that an antidiscrimination law—in AP, a prohibition 24 on firing people based on union membership and union activities—could 25 constitutionally be applied to the media: 26

27 28 The business of the Associated Press is not immune from regulation because it is an agency of the press. The publisher

of a newspaper has no special immunity from the application of general laws. He has no special privilege to invade the rights and liberties of others.

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Id. at 132-33; see also Passaic Daily News v. NLRB, 736 F.2d 1543, 1555-4 56 (D.C. Cir. 1984) (applying these principles to conclude that a 5 newspaper lacked a First Amendment right to fire a columnist based on 6 his off-duty union-related speech).<sup>2</sup> As another Supreme Court decision 7 put it, "[t]he right to associate for expressive purposes is not ... absolute," 8 Roberts v. U.S. Jaycees, 468 U.S. 609, 623, 626 (1984), and thus is not 9 violated by discrimination laws that may require a business club to 10 accept woman members, id. at 623, 626 (club failed to show "serious 11 burdens" on expressive association), or a law firm to make a woman 12 partner, Hishon v. King & Spalding, 467 U.S. 69, 78 (1984) (firm failed 13 to show impact on ability to fulfil mission or convey speech). 14

Defendants are thus mistaken in asserting that the law cannot ever "force entities that *do* create speech products to speak through writers or

<sup>18</sup> <sup>2</sup> Defendants rely on McDermott v. Ampersand Publishing, LLC, 593 F.3d 950, 953 (9th Cir. 2010), to suggest "that a newspaper could not be forced 19 to hire editors who expressed viewpoints on union-related topics with 20 which the newspaper disagreed" (Mot. at 9). But that is not what 21 *McDermott* stands for at all. Rather, the issue was whether a newspaper must recognize a union seeking editorial control, something the First 22 Amendment leaves to news organizations. *McDermott*, 593 F.3d at 962. 23 The court drew a clear distinction between "government interference with a newspaper's exercise of control over its content" and union activity 24 related "to the more usual concern of employees for wages and hours." 25 Id. at 959 & n. 6. In doing so, the Ninth Circuit made clear that "Newspapers are not entitled to blanket immunity from general 26 regulations, and the NLRA's prohibition on deterring union activity is no 27 exception." Id. at 959 (citing Associated Press v. NLRB, 301 U.S. 103 28 (1937)).

singers or actors whose own speech and public profile could, in the 1 employer's view, compromise the employer's ability to express itself in its 2 3 own chosen manner." (Mot. at 4). To the contrary, AP and Passaic Daily *News* expressly held that the law can require news organizations to speak 4 through editors and columnists who belonged to or support unions 5 through their speech, even when the employer believed that such union 6 7 membership interfered with the employer's ability to express itself as it 8 wanted. Entertainment producers such as Defendants have no greater 9 First Amendment rights than news organizations.

10 Defendants are thus also mistaken in their view that, under *Hurley*, "the First Amendment embodies a core principle of 'speaker's autonomy' 11 12 that bars the state from dictating to expressive enterprises ... whom to 13 [speak] through" (Mot. at 2-3). AP makes clear that "expressive enterprises" do not have complete autonomy to choose whom to hire, 14 15 whether as editors, writers, or actors, and that they are not "solely entitled to decide ... what associations might impair [their] efforts" (Mot. 16 at 15). They do not have carte blanche authority, for instance, to fire 17 Jewish, Muslim, or Catholic writers based on their religious beliefs or 18 expression; to fire union members based on their union association; or to 19 fire actors based on their off-camera political expression. The applicable 20 laws here are similar to those in *AP*; they merely "forbid[] discharge for 21 what has been found to be the real motive of the [employer]," 301 U.S. at 132: in AP, union activity, and here, protected political speech.

# 2. Under the allegations of the Complaint, Defendants' termination of Carano was not done for any First Amendment protected purpose.

To be sure, a visual medium relies on the physical appearance of actors. This is why television and theater producers have the right to

select actors based on race, color, or other aspects of *appearance*. That 1 was the issue in Claybrooks v. American Broadcast Companies, Inc., 898 2 F.Supp.2d 986 (M.D. Tenn. 2012), and, in part Moore v. Hadestown 3 Broadway Limited Liability Co., -- F. Supp. 3d --, No. 23-cv-4837 (LAP), 4 2024 WL 989843 (S.D.N.Y. Mar. 7, 2024). Under the facts alleged in the 5 Complaint, nothing like that is at issue here. 6

For example, in *Claybrooks*, the plaintiffs claimed that the producer did not cast them because of their race in an effort to express a message "that only all-white relationships are desirable and worthy of national attention." 898 F. Supp. 2d at 999. Accordingly, as the district court explained: "[Plaintiffs'] [c]omplaint ... 'explicitly takes issue with and seeks to alter the messaging of The Bachelor and The Bachelorette." Id. (emphasis in original). Carano takes no issue with Defendants' Mandalorian, messaging The nor—under the Complaint's in allegations—did her presence in the cast affect the program's message.

In noting the limits of the First Amendment defense recognized in 16 Claybrooks, the district court in Moore explained the difference between 17 First Amendment protected conduct, specifically, selecting cast members 18 based on race to further an artistic message, and conduct that is not entitled to First Amendment protection, that is, terminating a cast 20 member for complaining of discrimination on set. Accordingly, the court held that the defendant was protected from claims of race discrimination 22 when selecting people for the "Workers Chorus" because the racial makeup of those cast members was important to the message. Moore, 2024 24 In contrast, the termination of those who WL 989843, at \*19-20. 25 complained that the decision was racially discriminatory was not 26

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1 protected conduct.<sup>3</sup> As the court explained:

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[While] Defendant's casting decisions are protected by the First Amendment, that protection applies only insofar as Defendant made such casting decisions to tailor the Musical's message. Defendant's casting decisions can only be "inherently expressive," such that they warrant First Amendment protection if Defendant made them specifically to change the story the Musical conveyed on stage.

9 Id. at \*20 (citing Rumsfeld v. F. for Acad. & Inst'l Rts. Inc., 547 U.S. 47,
10 66 (2006)). After finding the retaliatory discharge was not for "artistic storytelling," id., the court concluded:

12 without any allegation that Defendant retaliated against 13 Plaintiff to further its creative expression or tailor the 14 Musical's story, the First Amendment cannot provide 15 Defendant with a defense to Plaintiff's four retaliation claims. Extending Defendant's First Amendment rights to Plaintiff's 16 17 retaliation claims would impermissibly enable Defendant to 18 terminate any employee who engaged in protected activity— 19 such as complaining about working conditions-under the auspice of its "creative decisions." 20

21 *Id.* at \*21. Just as applying retaliation law to protect off-stage employee
22 speech alleging discrimination was consistent with the First Amendment

<sup>&</sup>lt;sup>3</sup> For example, Disney may have a protected interest in selecting a male
<sup>b</sup> to play the role of the Evil Queen from *Snow White* at a character meet<sup>and</sup>-greet for families at its parks (Jon Del Arroz, *Disney World Turns Park Into Drag Show for Kids With Transgender Snow White Character, PJ Media* (Apr. 23, 2024), https://tinyurl.com/jfb42yyz), but it does not
have a First Amendment protected interest in terminating Carano for
her political speech.

in *Moore*, so here applying California political activity law to protect
 Carano's off-screen employee speech is likewise consistent with the First
 Amendment.

As set out in Carano's Complaint, the Defendants' decision to 4 terminate her employment and take additional efforts to destroy her 5 career had nothing to do with "artistic storytelling," a "creative decision," 6 or "speaker's autonomy." Rather, it was solely for impermissible 7 discriminatory and retaliatory reasons, specifically her speech. See, e.g., 8 Comp. ¶¶ 5-8, 30-40, 93-101, 107-111. In doing so, under the allegations 9 10 in the Complaint, Defendants targeted Carano but turned a blind eye to her male co-stars' speech on the same topics, thus making her 11 12 termination impermissible sex discrimination as well. Comp. ¶¶ 106-13 107, 127-144.

This is precisely why another court in this district rejected 14 arguments similar to those proffered by Defendants here. In Rowell v. 15 Sony Pictures Television Inc., No. LA CV15-02442 JAK, 2016 WL 16 10644537 (C.D. Cal. June 24, 2016), the court held that not rehiring the 17 plaintiff was not protected under the First Amendment because the 18 alleged reason for the defendants' decision was the plaintiff's speech and 19 not because of any "creative vision for their programs." Id. at \*10. 20 According to the Court, the complaint at issue there "alleges that the 21 retaliation arose from disagreements with Plaintiff and her positions 22 23 about hiring more African Americans, not ones about the appropriate 24 racial diversity for characters on the programs. For these reasons, based 25 on the present allegations of the [complaint], Defendants' rights to free speech would not be unduly impaired by the relief, if any, that could be 26 27 granted should Plaintiff prevail on these claims." Id.

The same analysis defeats Defendants' claim of First Amendment
 immunity. The Complaint clearly establishes that Defendants' decision
 to terminate Carano was for her protected speech and not any reason
 connected with Defendants' messaging in its programs. At the Motion to
 Dismiss stage, this ends the inquiry and Defendants' motion should be
 denied.

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# 3. Even ignoring the current procedural posture, Defendants are unable to establish a substantial burden to any right to speak or engage in expressive association.

11 For these same reasons—and although a decision on the question 12 is not yet ripe-Defendants are unable to make out a defense of 13 expressive association (Mot. at 8-10) or establish that Carano's off-screen 14 speech substantially burdens Defendants' on-screen message.<sup>4</sup> 15 Ironically, Defendants never identify what message of theirs was 16 undermined by Carano speaking her mind on important issues of the day. 17 That failure will be fatal to their asserted defense and it is (in the 18 alternative) fatal to their current motion. Carano's situation is 19 fundamentally different than that in Boy Scouts of America v. Dale, and 20 Green v. Miss United States of America, LLC, 52 F.4th 773 (9th Cir. 21 2022), on which Defendants rely (Mot. at 8-9). In Dale, the Court 22 concluded that, under the facts of the case, retaining an openly gay man 23

<sup>&</sup>lt;sup>4</sup> While Defendants assert that when "Carano began engaging with show fans and the public" she did so "in a matter that, in Disney's view, came to distract from and undermine Disney's own expressive efforts" (Mot. at 1), there is no evidence to support this assertion, either in the motion (which would be improper here) and certainly not in Carano's Complaint.
As noted below, the Complaint disproves any such notion.

as an Assistant Scoutmaster would undermine the Boy Scouts' message
 about sexual purity and "significantly affect [the Boy Scouts']
 expression." 530 U.S. at 656. But *Dale* was based on a fully developed
 factual record (the interpretation of which divided the Court), not, as
 here, a motion to dismiss at the pleading stage. *Id*.

6 Similarly, in *Green*, the court was asked to decide whether a male 7 could be denied entrance into the Miss USA beauty pageant. At issue 8 was the message expressed by the pageant. The Ninth Circuit explained that requiring participants to be "natural born female" was central to 9 10 how the pageant communicated its message. Green, 52 F.4th at 782-83. As the court made clear, forcing the pageant to accept a male contestant, 11 12 even one who had undergone hormone and surgical treatments to appear 13 female, *id.* at 778, would deny the pageant the ability to communicate its message. Id. at 782. Yet here, there are no allegations in the Complaint 14 15 to suggest that Defendants were unable to communicate their message because of Carano's off-screen speech. 16

17 Rather, the allegations in the Complaint demonstrate that there was no impact on Defendants' ability to express whatever message it 18 believes it was communicating in The Mandalorian. 19 Indeed, by November 2020, after all but the February 10, 2021 post had been made, 20 Defendants acknowledged that Carano was well received by fans when 21 22 her first Season 2 episode aired (Comp. ¶ 26) and announced that they 23 would be releasing a new series starring Carano in the role of her character, Cara Dune (Comp. ¶¶ 27-28). The Complaint shows no 24 impairment of *Defendants*' speech. 25

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Likewise, Defendants' reliance (Mot. at 9-10) on Redgrave v. Boston

Symphony Orchestra, Inc., 855 F.2d 888 (1st Cir. 1988), is misplaced.<sup>5</sup> 1 2 The court in *Redgrave* expressly declined "to discuss the existence or 3 content of a First Amendment right not to perform an artistic endeavor," id. at 911-12, and said that it "raise[d] these points" about the First 4 Amendment "not to resolve the constitutional questions, but to point out 5 how difficult those questions are to resolve." Id. at 906. And it also 6 stressed that "[o]f course there are no" "absolute right[s] against any 7 infringement of its artistic expression," and that "[t]he BSO merely 8 9 alleges a constitutional right not to be penalized for failing to perform an 10 artistic work where the BSO believes that its expression will be compromised or ineffective," in a situation where it concluded it needed 11 to entirely "cancel" the work. Id. at 905. Further, the dissent noted the 12 13 problem with the broad immunity defendants there asserted, describing "potentially nightmarish consequences" if defendants' position on the 14 15 First Amendment was adopted, noting among other things that a First Amendment right to political discrimination would equally extend to 16 discrimination based on an actor's "religion." Id. at 924-25 (Bownes, C.J., 17 18 dissenting).

<sup>&</sup>lt;sup>5</sup> Defendants claim, "the state cannot force an employer engaged in 20 expressive activity to express its message through speakers who, in the 21 employer's view, would impair the employer's ability to convey its own preferred message" (Mot. at 8-9). But that is not the law. Indeed, after 22 rejecting the notion that a news media has carte blanche authority to 23 terminate anyone it believes, in its sole discretion, would impair its ability to report the news in an impartial manner, AP, 301 U.S. at 131, 24 the Supreme Court affirmed that where "the regulation here in question 25 has no relation whatever to the impartial distribution of news," the law applies to the press and does not violate the First Amendment. The same 26 is true for Defendants. They are not above laws of general applicability 27 that have nothing to do with regulating what message they may 28 communicate in their programs.

1 Finally, the academic work of plaintiff's counsel, cited by 2 Defendants (Mot. at 3, 11-12), is consistent with this position and the 3 precedents cited above. That work does recognize that "there's a strong argument—as a First Amendment matter but even more so as a policy 4 matter—in favor of *some* ... limits on the political speech protection laws, 5 when it comes to employees who speak on the employer's behalf to the 6 7 public or to clients." Volokh, *supra*, at 14. But the work also clearly notes that "[t]he matter isn't open and shut" when it comes to how far those 8 limits must go. Id. at 13 (citing AP v. NLRB). 9

10 Further, that same work recognized several justifications for laws that limit an employer's ability to terminate employees for their political 11 12 speech. Those justifications support the applicable California laws at 13 issue here, including California Labor Code §§ 1101-02. For example, the work notes: "Private economic power ought not be used to interfere, 14 through threat of coercion of employees, with the political process." 15 Volokh, supra, at 3-4. Further, "private employer sanctions against 16 employee free speech interfere with democratic self-government almost 17 18 as much as sanctions based on voting." Id. at 4. Indeed, "[t]he threat of the loss of one's livelihood is a far more powerful deterrent than mere 19 ejection from a mall or rejection by a publisher." Id. And, "[i]n the words 20 21 of the Restatement of Employment Law, which urges private employee speech protections as a common-law matter, 'There is a public interest in 22 23 employees' personal autonomy because it is critical to engagement in 24 civic life. Employees must be free to express their own ideas and concerns in order for the public sphere to flourish." Id. at 5 (quoting Restatement 25 of Employment Law § 7.08 Rep. Notes). 26

And of course, as the cases cited above show, suggesting that there should be *some* limits on these laws does not equate to categorical

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"autonomy" in choosing whom "expressive enterprises" hire (Mot. 2). Nor
are those limits saved exclusively for "non-speakers" such as janitors
(Mot. at 12). To the contrary, AP makes that clear (as the Volokh post
cited above noted). 301 U.S. at 131. Likewise, the California Court of
Appeal in Ali v. L.A. Focus Publication, 112 Cal.App.4th 1477, 1488
(2003), expressly rejected a newspaper's claim that "it has the unfettered
right to terminate an employee"—there, an editor and columnist—"for
any speech or conduct that is inconsistent with the newspaper's editorial
policies" when that speech was "outside of the workplace" and not related
to "the content of his articles" "in [the publisher's] own paper." Id.

Rather, as noted above, in each instance where the First Amendment was found an applicable defense, the question was whether the employees' speech sufficiently "undermine[s] the employer's message," Volokh, *supra*, at 14 (citing Mot. at 11). That is a question that turns on the facts of each case, as AP and Ali make clear, and cannot be based either on "simply ... asserting" a conflict, Dale, 530 U.S. at 653, or relying simply on potential public disapproval of an actor's beliefs. Otherwise, as noted above, any member of a "controversial" or supposedly "divisive" (Mot. at 13) religious or political group could be categorically Hollywood well-established excluded from roles, contrary to antidiscrimination statutes. Indeed, the Ninth Circuit has long recognized that antidiscrimination laws do not have an exception even to permit discrimination in response to customer preferences. Fernandez v. Wynn Oil Co., 653 F.2d 1273, 1276-77 (9th Cir. 1981) (finding that foreign client's preference for dealing with men did not permit discrimination against women employees or make sex a bona fide occupational qualification). Here, Defendants have not established that their decision was based on such concerns and, more to the point, that rationale for

their decision appears nowhere in the Complaint.

#### В. The First Amendment Does Not Protect Defendants' Decision to Terminate and Retaliate Against Carano for her Protected Speech.

While Defendants further claim (Mot. at 12) they get to determine what message they want to convey, the First Amendment does not give Defendants the carte blanche authority to terminate Carano for expressing her personal beliefs. Under the allegations of the Complaint, Defendants intentionally discriminated and retaliated against Carano for her speech in clear violation of California law. And again, especially at the pleading stage, the First Amendment provides Defendants with no relief here.

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## 1. The Fact that Television Shows are Protected Speech is Irrelevant to the Allegations in Carano's Complaint.

While casting decisions made for artistic reasons are provided some level of First Amendment protection, as noted above, termination of cast members is rightly prohibited when done for impermissible purposes. Again, Defendants claim that "[i]n the performing arts, the manner chosen for the performance – including the performers themselves – can be equally or even more crucial to the message being expressed and how the audience receives it" (Mot. at 13). But, as noted above, their reliance 21 on Claybrooks, Moore, and Green is misplaced under the allegations in 22 23 Carano's Complaint. Just as with the press, the First Amendment does not give entertainment producers unlimited discretion to only hire and 24 retain those who only express the organization's values. So too here. The 25 fact that Defendants produce television shows, movies, and other forms 26 27 of entertainment does not permit them to terminate Carano just because they did not care for comments she made outside of work. See Moore, 2024 28

WL 989843, at \*20-21; *Rowell*, 2016 WL 10644537, at \*10. In short, the
 facts matter. And the facts in this case have not yet been fully developed.

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## 2. The First Amendment Does Not Protect Defendants' Decision to Retaliate Against Carano for her Speech.

5 Defendants, moreover, do not even attempt to claim that the decision to terminate Carano or the steps they took in an effort to destroy 6 her career were taken for artistic reasons. Rather, Defendants claim 7 Carano was terminated "to avoid associating [their] artistic programing 8 with Carano's controversial – indeed offensive to Disney and many Star 9 Wars fans - public comments" (Mot. at 13). Of course, there are no facts 10 in the Complaint to support this allegation and certainly no facts that 11 "admit]] all the ingredients of an impenetrable defense" based on the 12 First Amendment. Baghikian, 2024 WL 487769, at \* 2. Because the facts 13 set out in the Complaint clearly establish that Defendants' actions were 14 in retaliation for Carano's engaging in protected speech and not for any 15 artistic reasons, this case—at least at this stage—falls outside First 16 Amendment protection. AP, 301 U.S. at 132; Moore, 2024 WL 989843, at 17 \*20-21; *Rowell*, 2016 WL 10644537, at \*10. 18

There is also no basis for Defendants' claim that "Carano's presence 19 as a prominent actor on *The Mandalorian* interfered with Disney's choice 20 not to produce a show associated with her beliefs" (Mot. at 14). To assert 21 such a claim, Defendants would need actual evidence to prove that 22 Carano's speech "would significantly burden" their speech. Dale, 530 23 U.S. at 653; see also, Green, 52 F.4th at 785. Indeed, the Supreme Court 24 made clear that Defendants simply asserting an impact on their message 25 is insufficient under the First Amendment. Dale, 530 U.S. at 653. Yet 26 assertions are all that Defendants have offered here. 27

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By contrast, the facts set out in the Complaint establish that

Carano's speech had no impact on Defendants' ability to share its 1 2 message. Rather, Carano's presence was not only beneficial to 3 Defendants, but one they wanted to promote even after all but one of her posts were made. For example, other than her February 10, 2021 post, 4 all of Carano's posts were prior to mid-November 2020. Yet, it was then 5 that the first episode of Season 2 of The Mandalorian aired. Defendants' 6 7 reaction was overwhelmingly positive because fan reaction was 8 overwhelmingly positive. Comp. ¶ 26. Indeed, Defendants affirmed and 9 benefited from the wild popularity of Carano's representation of Cara 10 Dune in *The Mandalorian*, so much so that Jon Favreau (privately to Carano, Comp. ¶ 27) and Kathleen Kennedy (publicly to investors and 11 the press, Comp. ¶ 28) touted a new series that would feature Carano as 12 13 Cara Dune. It thus lacks credibility that Defendants maligned and terminated Carano because she allegedly undermined their message in 14 15 The Mandalorian. Rather, what is clear is they impermissibly targeted Carano for her speech, for which the First Amendment does not give the 16 17 blanket immunity Defendants claim.

18 With no evidence that Defendants would "be forced to have [their] creative speech diluted by viewers thinking about [Carano's] speech" 19 (Mot. at 15),<sup>6</sup> the First Amendment provides no sanctuary 20 to 21 Defendants—at least under the facts alleged in the Complaint. As explained there, Defendants certainly were not concerned about viewers 22 23 associating Pascal's or Hamill's speech with Defendants' creative speech. 24 And Defendants' attempt in their motion to Comp. ¶¶ 128-43. 25

<sup>6</sup> While Defendants may attempt to develop this theory at trial, they are
unable to establish it based on the allegations in the Complaint. And
even then, none of the applicable cases remotely suggests that such a
theory would give them a defense to Carano's claims.

distinguish Pascal's and Hamill's comments from Carano's (Mot. at 16)
 does not help them here. Rather, it simply shows the duplicity of
 Defendants' actions and confirms their violation of California law.

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## C. The First Amendment Does Not Protect Defendants From Liability for Their Rank Sex Discrimination.

6 At the end of the day, Defendants simply do not have "a 7 constitutional right to dissociate [their] own artistic message from 8 Carano's outspoken 'political beliefs'" (Mot. at 17) by firing her. There is 9 nothing about Carano's allegations, moreover, that "aim[s] to 'require 10 [Defendants] to modify the content of [their] expression" (Mot. at 17). 11 Rather, Carano's Complaint says nothing about Defendants' creative message—only their illegal termination of her and extensive efforts to 12 13 destroy her career because of her protected speech. Such retaliatory 14 behavior is not protected by the First Amendment as noted above. Just 15 as the Supreme Court held in AP, providing Carano relief as requested here would have no effect on Defendants' ability to communicate 16 17 whatever message it wants through its programing. 301 U.S. at 133.

18 For similar reasons, Defendants' attempt to diminish Carano's claim of sex discrimination also fails. They merely assert that "the male 19 co-workers' statements "differ[ed] from her own" (Mot. at 17). 20 Yet. 21 Pascal's and Hamill's comments on the same topics make them similarly situated, more than enough at the motion to dismiss stage to establish 22 this cause of action. See Reynaga v. Roseburg Forest Prods., 847 F.3d 23 678, 691 (9th Cir. 2017) (finding comparator employee "similarly 24 25 situated" even though situations were not identical).

Further, Defendants ignore that the late Carl Weathers made a
comment nearly identical to Carano's about the political atmosphere in
Germany prior to the Holocaust, yet he was not accused of making an

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"abhorrent" comment, much less fired for his statement. Compare Comp.
 ¶ 102 with Comp. ¶ 106. At least at the pleading stage, the First
 Amendment is simply not a bar to any of Carano's claims—including her
 claim of sex discrimination.

### CONCLUSION

This is not a case where Carano is seeking to modify Defendants' 6 speech as in *Claybrooks*. It is not a case where Carano sought to include 7 her opinions in Defendants' production as in Hurley. It is not about a 8 casting decision made for visual creative purposes as in *Moore*. Nor is 9 this a case where, under the allegations of the Complaint, Carano's mere 10 presence would undermine Defendants' ability to communicate its own 11 message, as in *Dale* and *Green*. Rather, under the Complaint as pleaded, 12 this is a case of clear discrimination and retaliation for Carano's 13 protected speech, discrimination not protected by the First Amendment, 14 as found in AP, Passaic Daily News, Ali, Rowell, and the retaliation 15 portion of *Moore*. 16

Today's "Disney values" may well embrace Pedro Pascal and Mark 17 Hamill comparing supporters of former President Trump to the Nazis 18 while opposing the comments made by Carano. And no one disputes 19 Defendants' ability to *express* their agreement with the former and their 20 disagreement with the latter. But California Labor Code §§ 1101-1102 21 represent a bulwark against employers' suppression of disfavored ideas 22 held by their employees. And, under the allegations of the Complaint, 23 the First Amendment does not give Defendants license to violate those 24 provisions by punishing Carano's off-the-job advocacy. Defendants' 25 Motion to Dismiss should be denied. 26

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		22 PLAINTIFF'S RESPONSE TO DEFENDANTS' MOTION TO DISMISS
		2:24-CV-01009-SPG-SK

## **CERTIFICATE OF COMPLIANCE**

2 The undersigned, counsel of record for Plaintiff Gina Carano,
3 certifies that this brief contains 6,111 words, which complies with the
4 established word limit of Local Rule 11-6.1.

6 Dated: May 9, 2024

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