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Manning v. Mining and Minerals Division: Sovereign Immunity as a Bar against Claims for Damages Brought under the U.S. Constitution

Nat Chakeres

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MANNING V. MINING AND MINERALS DIVISION:
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NAT CHAKERES*

I. INTRODUCTION

Over the past two decades, the U.S. Supreme Court has strengthened and expanded the doctrine of state sovereign immunity.¹ In particular, the Court held in Alden v. Maine² that the Constitution protects States from suits for damages brought by private parties in state courts and that Congress cannot abrogate that immunity pursuant to its power to regulate interstate commerce.³ In Manning v. Mining & Minerals Division,⁴ the New Mexico Supreme Court dealt with the question of whether, in light of Alden, sovereign immunity barred claims against the State that arose under the Takings Clause⁵ and the Contracts Clause⁶ of the U.S. Constitution. In Manning, a landowner claimed that mining regulations had effected a taking,⁷ and had also impaired the landowner’s contractual obligations.⁸ The landowner sought compensatory damages.⁹ The court held that sovereign immunity precluded the claim for damages brought under the Contracts Clause, but not the claim for damages brought under the Takings Clause.¹⁰

This Note examines the New Mexico Supreme Court’s reasoning in Manning and its implications for future claims brought against the State under the U.S. Constitution. Part II of this Note reviews the history of sovereign immunity and the current sovereign immunity doctrine. After a brief statement of the case in Part III of this Note, Part IV explains and analyzes the reasoning of the court in reaching its results. The court used two independent bases for its holding that the Takings Clause abrogates sovereign immunity—it found abrogation based upon the unique nature

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2. 527 U.S. 706.

3. See supra at 726–27, 754. The power to regulate interstate commerce is a power granted exclusively to Congress by the U.S. Constitution. U.S. CONST. art. I, § 8, cl. 3.


5. U.S. CONST. amend. V.


7. See infra notes 62–63.

8. See infra notes 64–65.

9. See infra note 66.

of the Takings Clause, and it analogized to a string of due process cases involving tax refunds. The court barred the Contracts Clause claim by rejecting a broad exception to sovereign immunity for claims based upon the Constitution itself. Finally, Part V examines the implications of the court's holding. This Note argues that the court in Manning, by blocking Contracts Clause claims and abrogating sovereign immunity for Takings Clause claims, made it very difficult for claimants to seek monetary damages based upon constitutional violations other than the Takings Clause. This difficulty arises because the attributes of the Takings Clause are not shared by other constitutional provisions, and because the due process/tax refund theory is unlikely to be applicable in many situations outside the tax or takings contexts. Finally, this Note suggests that, although the current political climate regarding takings makes such a move unlikely, the court's language leaves the door open for the State to alter the procedures that litigants must follow in order to recover monetary damages in light of a taking.

II. BACKGROUND

The immunity that States enjoy from suit under the U.S. Constitution has long been the subject of debate. While the history of that debate is not the subject of this Note, some background is necessary to explain the current legal doctrine.

Article III of the U.S. Constitution allows for federal jurisdiction over controversies between States and citizens of another State. At the time of the ratification of the Constitution, the amenability of States to suit as defendants at the hands of private individuals was debated; some framers believed Article III subject to suits from individuals, while others, including Alexander

12. See infra Part IV.A.3.
13. See infra Part IV.B.
14. See infra Part V.
15. Infra Part V.
16. Infra Part V.
17. See infra notes 281–283 and accompanying text.
18. See infra notes 160–163 and accompanying text.
20. The text of Article III, Section 2, clause 1 states, in relevant part, "The judicial Power shall extend to all Cases, in Law and Equity, arising under this Constitution, the Laws of the United States, and....to Controversies...between a State and Citizens of another State...and between a State, or the Citizens thereof, and foreign States, Citizens or Subjects." Thus, the text of this clause seems to allow for suits between citizens of one State and the government of another State, and between a State and foreign individuals. This clause also seems to grant federal jurisdiction to hear all suits arising under the Constitution and Federal law, without any restrictions on whom the parties to those suits may be.
21. Three framers who believed that Article III allowed for individuals to bring States into federal court were Patrick Henry, Edmund Randolph, and James Wilson. During the Virginia ratification debates, Patrick Henry expressed his belief that the plain text of Article III provided for individual suits against States: "What says the paper? That it shall have cognizance of controversies between a state and citizens of another state, without discriminating between plaintiff and defendant." 3 THE DEBATES IN THE SEVERAL STATE CONVENTIONS ON THE ADOPTION OF THE FEDERAL CONSTITUTION 543 (2d ed. 1861) (remarks of Patrick Henry) [hereinafter ELLIOT'S DEBATES].

Later in that debate, Edmund Randolph expressed a similar view: "I think, whatever the law of nations may say, that any doubt respecting the construction that a state may be plaintiff, and not defendant, is taken away by the words where a state shall be a party." 3 ELLIOT'S DEBATES, supra, at 573 (remarks of Edmund Randolph).
Hamilton, James Madison, and John Marshall, believed that States could bring suits as plaintiffs but could not be made to answer as defendants in suits with private citizens. In *Chisholm v. Georgia*, the U.S. Supreme Court was faced with a suit brought by an out-of-state plaintiff against the State of Georgia. The Supreme Court ruled 4 to 1 that the plaintiff could bring the suit under Article III. This decision was followed quickly by the drafting and ratification of the Eleventh Amendment, which expressly forbids out-of-state plaintiffs from suing States in federal court, thus overturning *Chisholm*. A century later, in *Hans v. Louisiana*, the Supreme Court broadened the scope of the Eleventh Amendment to bar a federal claim against a State brought by a citizen of that State. The Court in *Hans* acknowledged that the plain text of the Eleventh Amendment did not bar the suit, but rejected the alternative, that a State could be sued by one of its own citizens, as

During the Pennsylvania ratification debates, James Wilson expressed approval of the fact that individuals and States would be on equal footing: "Impartiality is the leading feature in this Constitution; it pervades the whole. When a citizen has a controversy with another state, there ought to be a tribunal where both parties may stand on a just and equal footing." In *The Federalist No. 81*, Hamilton denied that Article III would cause States to be sued as defendants. It is inherent in the nature of sovereignty, not to be amenable to the suit of an individual without its consent. This is the general sense, and the general practice of mankind; and the exemption, as one of the attributes of sovereignty, is now enjoyed by the government of every state in the union.... There is no colour to pretend that the state governments would, by the adoption of that [Constitution], be divested of the privilege of paying their own debts in their own way, free from every constraint but that which flows from the obligations of good faith.


James Madison argued in the Virginia ratification debates, contrary to the assertions of Patrick Henry and Edmund Randolph, that Article III only allowed States to sue individuals, but not vice versa: Its jurisdiction in controversies between a state and citizens of another state is much objected to, and perhaps without reason. It is not in the power of individuals to call any state into court. The only operation it can have, is that, if a state should wish to bring a suit against a citizen, it must be brought before the federal court.

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In *Chisholm v. Georgia*, 2 U.S. (2 Dall.) 419 (1793), the Court ruled 4 to 1 that the plaintiff could bring the suit under Article III. This decision was followed quickly by the drafting and ratification of the Eleventh Amendment, which expressly forbids out-of-state plaintiffs from suing States in federal court, thus overturning *Chisholm*. A century later, in *Hans v. Louisiana*, the Supreme Court broadened the scope of the Eleventh Amendment to bar a federal claim against a State brought by a citizen of that State. The Court in *Hans* acknowledged that the plain text of the Eleventh Amendment did not bar the suit, but rejected the alternative, that a State could be sued by one of its own citizens, as
an "absurdity on its face."30 In Hans, the Supreme Court interpreted the ratification of the Eleventh Amendment as an indication of the Founders' intent that States be protected against suits brought by private individuals generally, not simply that they be protected against diversity suits.31

Taken literally, the sovereign immunity bar to private suits against States outlined in Hans would immunize States entirely from private enforcement of federal rights.32 This consequence was mitigated soon after with the Supreme Court's decision in Ex Parte Young,33 where the Court stated that a plaintiff could sue a government actor to enjoin unconstitutional activity.34 The "Ex Parte Young doctrine" allows plaintiffs to sue individual state officials to prevent the ongoing enforcement of unlawful or unconstitutional laws.35 Individuals may seek declaratory or injunctive relief, but may not seek monetary damages.36 The doctrine is premised upon the notion that when a public official performs an unlawful or unconstitutional act, the official is no longer acting on behalf of the public and is therefore stripped of immunity.37 This "fiction"38 retains its vitality because of its utility in ensuring that governments do not run afoul of the Constitution.39

In addition to limitations imposed by the "Ex Parte Young" fiction, the reach of sovereign immunity has been limited in several other respects. The doctrine only protects state agencies and entities that can properly be considered the "State" itself,40 it does not protect political subdivisions of a state.41 Also, under certain
circumstances, a party can bring an “officer suit” to recover directly from a government officer if that officer has harmed the party.\(^4^2\)

States may also waive sovereign immunity.\(^4^3\) Additionally, Congress may abrogate state sovereign immunity pursuant to its power to enforce civil rights under Section 5 of the Fourteenth Amendment.\(^4^4\) Thus, sovereign immunity is not a strict jurisdictional bar to suit against a State; it is more precisely characterized as a bar to private suits\(^4^5\) against a State for monetary damages.

In the past two decades, state sovereign immunity has been expanded by the U.S. Supreme Court. In 1996, the Court held in *Seminole Tribe of Florida v. Florida* that Congress cannot validly abrogate a State’s sovereign immunity from private suits for damages while exercising its powers to regulate commerce.\(^4^6\) In 1999, the Court decided *Alden v. Maine*, which extended the constitutional protection of state sovereign immunity to state courts.\(^4^7\) The Supreme Court in *Alden* held that Congress, pursuant to its power to regulate interstate commerce, could not abrogate a State’s sovereign immunity in its own courts by creating a federal cause of action against a State.\(^4^8\) The Court explicitly stated that it was not enforcing the text of the

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\(^{43}\) CHEMERINSKY, supra note 19, § 2.10.4.2, at 205. As a general matter, state indemnification of officer suits does not serve to waive sovereign immunity. *Monell v. Dep’t of State Police*, 436 U.S. 658, 690 (1978).


\(^{45}\) *Seminole Tribe of Fla. v. Florida*, 517 U.S. 44, 72 (1996). More precisely, the Court held that Congress could not override the sovereign immunity of States when exercising its plenary power to regulate Indian commerce. *Id.* However, since the power of Congress to regulate Indian commerce is more expansive than its powers to regulate interstate commerce, the holding implies that Congress is also unable to abrogate sovereign immunity by exercising its interstate commerce powers. *Id.* at 62–63.


Eleventh Amendment; rather, a State's immunity from suit in its own courts was considered a "fundamental attribute of...sovereignty" at the time of the founding, and that the U.S. Constitution structurally protects the sovereignty of the States. The Court acknowledged that this sovereignty is not complete, and that the States surrendered some of it in the plan of the convention. However, the States had not surrendered their sovereign immunity when it came to causes of action created by Congress.

Alden caused a stir among Supreme Court commentators, who had previously assumed that constitutional sovereign immunity only protected States from suit in federal court. However, because the case only dealt directly with the power of Congress to abrogate sovereign immunity pursuant to its interstate commerce power, it did not directly address the scope and structure of state sovereign immunity in the context of claims brought under the Constitution itself. That question—the applicability of sovereign immunity to cases for damages arising directly under the Constitution—was the issue before the New Mexico Supreme Court in Manning v. Mining & Minerals Division.

49. Alden, 527 U.S. at 712–13. Because constitutional sovereign immunity from suit in state court does not come from the Eleventh Amendment, I refrain from using the term "Eleventh Amendment immunity" in this Note. Instead, I simply use the term "sovereign immunity." This use of "sovereign immunity" raises the issue of potential ambiguity with common-law sovereign immunity, which has been abolished in New Mexico. See Cockrell v. Bd. of Regents of N.M. State Univ., 2002-NMSC-009, ¶ 12, 45 P.3d 876, 882 (discussing Hicks v. State, 88 N.M. 588, 544 P.2d 1153 (1975)). Because common-law sovereign immunity has been abolished, however, I feel that it is somewhat unnecessary for the purposes of this Note to distinguish between the two by name.

50. Alden, 527 U.S. at 713.
51. Id. at 715.
52. Id. at 714–15.
53. Id. at 715 ("[States] retain the dignity, though not the full authority, of sovereignty.").
54. Id. at 730–31.
55. Id. at 754.
56. Much of the scholarly reaction to Alden has been hostile. E.g., Daan Braveman, Enforcement of Federal Rights Against States: Alden and Federalism Non-Sense, 49 AM. U. L. REV. 611, 613 (2000) (arguing that Alden has jeopardized the enforcement of civil rights against States, thereby disrupting federalism’s balance between state and federal interests); Erwin Chemerinsky, Against Sovereign Immunity, 53 STAN. L. REV. 1201, 1203 (2001) (arguing that the "entire body of law" governing sovereign immunity is wrong and should be abolished); Vicki C. Jackson, Principle and Compromise in Constitutional Adjudication: The Eleventh Amendment and State Sovereign Immunity, 75 NOTRE DAME L. REV. 953, 953 (2000) (arguing that recent sovereign immunity jurisprudence is "compelled neither by history nor logic"); Joan Meyler, A Matter of Misinterpretation, State Sovereign Immunity, and Eleventh Amendment Jurisprudence: The Supreme Court’s Reformation of the Constitution in Seminole Tribe and its Progeny, 45 HOW. L.J. 77, 78 (2001) (challenging the validity of the historical evidence used to justify recent sovereign immunity decisions).

Not all scholarly commentary has been negative. See, e.g., Alfred Hill, In Defense of Our Law of Sovereign Immunity, 42 B.C. L. REV. 485 (2001) (arguing that a robust sovereign immunity doctrine is consistent with the original intent of the founders).


58. Alden did address the validity of Hans v. Louisiana, 134 U.S. 1 (1890), which was a case brought directly under the Contracts Clause. See infra notes 258–259. Alden also briefly addressed the validity of Reich v. Collins, 513 U.S. 106 (1994), which was a claim for damages brought under the Due Process Clause. See infra note 210 and accompanying text. Therefore, Alden was not entirely silent on the topic of claims brought under the Constitution itself.
III. STATEMENT OF THE CASE

In 2006, the New Mexico Supreme Court heard an appeal from the Mannings, a family owning mining and milling properties in southwestern New Mexico.59 The family sued the State,60 claiming two constitutional violations.61 First, they claimed that mining regulations put into place while their milling operation was dormant effectively prevented them from putting the mine to any economically profitable use,62 resulting in a “regulatory taking” in violation of the Takings Clause of the U.S. Constitution.63 The family also claimed that these regulations, which prevented them from operating the mining and milling sites, had therefore prevented them from meeting existing contractual obligations,64 thus violating the Contracts Clause.65 They sought $6.5 million in compensatory damages.66

60. Id. ¶ 4, 144 P.3d at 88. More precisely, they sued the state agencies responsible for the enforcement of mining laws and regulations: the Mining and Minerals Division of the Energy, Minerals, and Natural Resources Department, and the Environment Department. Id. ¶¶ 3–4, 144 P.3d at 88. There was no issue about whether the agencies were “arms of the state” for sovereign immunity purposes. For the sake of simplicity, I will refer to these parties collectively as “the State” in this Note.
61. Id. ¶ 2, 144 P.3d at 88.
62. Id. ¶ 4, 144 P.3d at 88. Specifically, the Mannings complained that they could not operate the mining and milling site because they had not met the bonding and reclamation requirements set out in the Mining Act and its regulations. The Mannings claimed that the proper value of the required bond was impossible to determine without the mine actually being in operation. Thus, according to the Mannings, the mine was effectively permanently barred from opening. Id.
63. The Takings Clause of the Fifth Amendment of the U.S. Constitution prohibits the taking of property for public use without just compensation. U.S. CONST. amend. V (“[N]or shall private property be taken for public use, without just compensation.”).
64. Manning, 2006-NMSC-027, ¶ 4, 144 P.3d at 88. According to the Mannings, they “had well-established contractual rights and obligations with third parties to explore and develop mineral reserves adjacent to and necessary for” the mining operation. Plaintiffs/Petitioners Brief-In-Chief at 6, Manning v. Mining & Minerals Div., 2006-NMSC-027, 144 P.3d 87 (No. 28,500). The Mannings further claimed that the Mining Act and its regulations impaired the implementation of these contracts. Id.
65. Unlike the Takings Clause, the Contracts Clause was explicitly written as a check upon the States: “No State shall…pass any law impairing the obligation of contracts.” U.S. CONST. art. I, § 10. Courts use a very deferential standard to evaluate claims arising under the Contracts Clause: in order for a State to violate the Contracts Clause with respect to a private contract, the state action must substantially impair the contract, and such action must lack a reasonable relationship with a “significant and legitimate public purpose.” Energy Reserves Group v. Kan. Power & Light Co., 459 U.S. 400, 411–13 (1983). State action impairing contracts to which a State is a party, however, will receive a more skeptical review. U.S. Trust Co. v. New Jersey, 431 U.S. 1, 25–26 (1977). In such cases, the property owner is entitled to compensation for the partial loss of the property. Id.
At the trial court level, the State moved for summary judgment based upon both ripeness and sovereign immunity, and the trial court granted summary judgment on ripeness grounds. The Mannings appealed, and the New Mexico Court of Appeals affirmed the grant of summary judgment, but on sovereign immunity grounds, not ripeness. The Mannings then petitioned the New Mexico Supreme Court for certiorari to reverse the sovereign immunity issue, and certiorari was granted.

IV. RATIONALE/ANALYSIS

The New Mexico Supreme Court in Manning examined the Takings and Contracts Clause claims in turn, addressing whether they were barred by sovereign immunity. With respect to the Takings Clause claim, the court employed arguments that prior U.S. Supreme Court precedent supported the notion that sovereign immunity did not bar takings claims. While some of the court's reasoning involved interpreting Supreme Court silence on the topic, which is problematic in a field of changing law, the court did find support from dicta in prior takings opinions.

that it would be "the dollar value of petitioner Florence Dolan's interest in excluding the public" from the property segment in question).

The request for monetary damages for a Contracts Clause claim is somewhat unusual. Because the clause only prohibits the impairment of contractual obligations, U.S. CONST. art. I, § 10, most recent Supreme Court Contracts Clause cases have involved requests for injunctive relief. See, e.g., Energy Reserves Group, 459 U.S. at 408-09 (request for declaratory judgment regarding contractual rights); Allied Structural Steel Co. v. Spannaus, 438 U.S. 234, 239-40 (1978) (suit for declaratory and injunctive relief); U.S. Trust Co., 431 U.S. at 25-26 (suit for declaratory relief); Home Bldg. & Loan Ass'n v. Blaisdell, 290 U.S. 398, 418 (1934) (petition for stay pursuant to statute).

67. Manning, 2006-NMSC-027, ¶ 5, 144 P.3d at 88-89. For the dissent's argument that the case was not ripe, see infra note 69.
68. Manning, 2006-NMSC-027, ¶ 5, 144 P.3d at 89.
69. Id. Justices Minzner and Maes dissented from the opinion on the grounds that the case was not ripe. Id. ¶ 53, 144 P.3d at 99 (Minzner, Maes, J.J., dissenting). The dissent relied upon prudential considerations for deciding the case on ripeness grounds: "The majority...has followed the Court of Appeals...into what appears to be a thicket of constitutional jurisprudence. I prefer to stay on a safer path and leave the task of cutting through the mass of federalism, takings, and sovereign immunity holdings for another day, and another court." Id.

70. See infra Part IV.A.1.a.
71. See infra Part IV.A.1.b.
72. See infra Part IV.A.1.b.
The Manning court went beyond these statements and grounded its holding in arguments that the unique text and purpose of the Takings Clause required the court to abrogate sovereign immunity. In particular, the court found that the Takings Clause is self-executing (and therefore needs no statutory enactment to be operative) and that its purpose would be subverted if sovereign immunity could act as a bar to takings suits. These arguments, however, necessarily only apply in the context of takings claims, and so serve to limit the reach of the holding. The opinion gives the State considerable leeway in altering the procedures used in adjudicating takings claims.

The court also used the Due Process Clause to abrogate sovereign immunity in the takings context by analogizing to a line of cases involving tax refunds. The Due Process Clause supplied a separate, independent basis for abrogating sovereign immunity.

Finally, the court rejected the Contracts Clause claim on the grounds that it lacked the textual remedy of the Takings Clause. The court found significant Alden’s favorable treatment of Hans v. Louisiana and in so doing rejected the idea, raised earlier in the Manning opinion, that Alden should be read only to block causes of action created by Congress.

A. Takings Clause Claims

1. Prior U.S. Supreme Court (Non) Treatment of the Issue

a. The Court’s Reasoning

The Manning court drew support from U.S. Supreme Court precedent in two ways. First, it noted that the U.S. Supreme Court had failed to indicate concern with sovereign immunity in its recent treatment of takings cases against States. Second, the Manning court found language from other Supreme Court precedent suggesting that sovereign immunity might not apply in the takings context.

The Manning court first demonstrated that the current claim was similar, in terms of the identity of the defendant, to recent “regulatory takings” cases that the U.S. Supreme Court had decided on their merits. The court identified Lucas v. South Carolina Coastal Council, Palazzolo v. Rhode Island, and Tahoe-Sierra

73. See infra Part IV.A.2.a.
74. See infra Part IV.A.2.a.
75. See infra Part IV.A.2.a.
76. See infra Part IV.A.2.b.
77. See infra Part IV.A.2.b.
78. See infra Part IV.A.3.a.
79. See infra Part IV.A.3.b.
80. See infra Part IV.B.1.
81. See infra Part IV.B.1.
82. See infra Part IV.B.2.
83. See Manning v. Mining & Minerals Div., 2006-NMSC-027, ¶ 12, 144 P.3d 87, 90.
84. Id. ¶¶ 16–17, 144 P.3d at 90–91.
85. Id. ¶¶ 13–16, 18, 144 P.3d at 90–91.
86. 505 U.S. 1003 (1992). In Lucas, a landowner alleged a taking after a state agency, enforcing a statute
Preservation Council, Inc. v. Tahoe Regional Planning Agency as examples of cases between individuals and state agencies, and noted that sovereign immunity never arose as an issue in any of them. If sovereign immunity had been a valid bar to a takings suit, the court reasoned, then surely it would have come up in at least one of these cases.

The court also noted that the U.S. Supreme Court has hinted that sovereign immunity may be inapplicable in the takings context. The Manning court cited a much-scrutinized footnote in First English Evangelical Lutheran Church v. County of Los Angeles that suggests the inapplicability of sovereign immunity principles to takings claims. The Manning court also discussed a later statement in a different case that pointedly left open the issue of sovereign immunity and takings.

The petitioner formed a corporation and bought three parcels of land for development purposes that consisted, in part, of salt marshes. The corporation was unable to secure approval to develop the land. Subsequently, the State enacted regulations protecting coastal wetlands. After the enactment of the regulations, the corporation's charter was revoked for failure to pay taxes and title to the land passed to the petitioner. The petitioner attempted to develop the land again and was denied in part because his plans would conflict with the wetlands regulations now in effect.

The petitioner then sued for a regulatory taking, and the U.S. Supreme Court held that his suit was ripe notwithstanding the fact that he had not personally owned the property at the time the regulations were enacted.

The court also noted that the U.S. Supreme Court considered the question of whether a State could prevent the petitioner from developing the property. The petitioner formed a corporation and bought three parcels of land for development purposes that consisted, in part, of salt marshes. The corporation was unable to secure approval to develop the land. Subsequently, the State enacted regulations protecting coastal wetlands. After the enactment of the regulations, the corporation's charter was revoked for failure to pay taxes and title to the land passed to the petitioner. The petitioner attempted to develop the land again and was denied in part because his plans would conflict with the wetlands regulations now in effect. The petitioner then sued for a regulatory taking, and the U.S. Supreme Court held that his suit was ripe notwithstanding the fact that he had not personally owned the property at the time the regulations were enacted.

The Court remanded the case with the instruction to find a complete regulatory taking unless the State could show that Lucas would have been liable for nuisance or violation of some other common law tort he had constructed the house. The Court held that the remedy for a taking was just compensation, as provided in the Constitution itself:

Though arising in the context of a different case, the Footnote 316 n.9 dictates the remedy for interference with property rights amounting to a taking.

It should be emphasized, however, that the applicability of sovereign immunity to the Takings Clause was not even the question the footnote sought to answer—the Court assumed that the church could sue, and the only question was whether they could recover monetary damages. See Richard H. Seamon, The Asymmetry of State Sovereign Immunity, 76 Wash. L. Rev. 1067, 1072-77 (2001). For a partial list of commentators who have interpreted the footnote, see infra note 106.
Thus, the court reasoned, both the U.S. Supreme Court’s continued acceptance of takings suits against state agencies and its dicta on the topic suggested that sovereign immunity is inapplicable in takings cases, recent sovereign immunity cases (Alden in particular) notwithstanding.

b. Analysis

The danger with using the absence of Supreme Court comment on an issue is that one might ignore differences in procedural posture that can determine whether sovereign immunity applies. An important factor in assessing the applicability of sovereign immunity is whether the State has agreed to waive its sovereign immunity defense (either by not raising the defense in litigation or by having a statutory waiver/ mechanism for bringing takings claims). If a State has waived its sovereign immunity defense, then the fact that the case is heard on its merits is hardly support for a lack of sovereign immunity. Unfortunately, the opinions in these cases do not give enough detail about their procedural posture and do not provide enough detail about the then-existing state statutes governing takings claims to conclusively determine whether, in fact, sovereign immunity would have even been at issue. Nonetheless, the complete lack of discussion of the issue of sovereign immunity in those cases might furnish some support for the idea that it does not survive in takings cases.

A related problem is that sovereign immunity doctrine has recently undergone considerable change and attorneys would not have thought to raise constitutional sovereign immunity defenses in state court prior to Alden. Before Alden, the U.S.
Supreme Court had only enforced sovereign immunity in federal court. Thus, *Lucas*, which was decided prior to *Alden*, probably has limited value in predicting the current applicability of sovereign immunity.

However, the same drawback arguably does not apply to the use of prior explicit Supreme Court statements on the subject. The court in *Manning* identified the two significant statements made by the Supreme Court in the past two decades: the footnote in *First English* that arguments grounded in sovereign immunity might not be applicable in the takings context and the later statement in *Del Monte Dunes* that the applicability of sovereign immunity to takings cases was still an open question.

The *First English* footnote was purely dictum, since the defendant in that case was not even the "State" for sovereign immunity purposes and the ability to sue was not in question. Nonetheless, some commentators interpreted this dictum as a sign that the Takings Clause abrogated sovereign immunity. Of course, the later statement in *Del Monte Dunes* made clear that the issue was open but even that statement was made in the context of rejecting a sovereign immunity rationale for denying a jury trial in inverse condemnation proceedings. Thus, these statements do seem to carry some significance in terms of the Supreme Court's thinking on the applicability of sovereign immunity to takings claims.

These cases were decided before *Alden v. Maine*, and thus their predictive power might be weakened because of the expansion of sovereign immunity heralded by *Alden*. However, *Del Monte Dunes* was decided one month before *Alden*, so it
is somewhat unrealistic to believe that the Court was completely unaware of the 
implications of Alden when it wrote Del Monte Dunes. 

It is more likely that the dicta in First English and Del Monte Dunes do provide 
some insight into the Supreme Court’s view of the interplay between the Takings 
Clause and sovereign immunity. In this light, the N.M. court gave the statements an 
appropriate degree of weight. While the court did not follow the lead of certain 
commentators who decided that the statement in First English settled the question, it 
used the statements as appropriate indicators of the Supreme Court’s views on the 
subject.

2. Unique Nature of the Takings Clause

a. The Court’s Reasoning

The Manning court argued that the text of the Fifth Amendment mandates a 
remedy of just compensation, and that the purpose of the Takings Clause within 
the constitutional scheme would be subverted if private takings claims for damages 
against the State were blocked by sovereign immunity. 

The court opened this structural argument by asserting that the Takings Clause is 
“[a]n essential element of individual liberty” whose purpose is “to ensure the 
protection of private property from an overreaching government.” Significantly, 
the Manning court continued, the Founders chose a specific remedy for takings 
violations: just compensation.

The court noted that the State, through statutes, allows for compensation when 
property is taken under the power of eminent domain. The State attempted to 
argue that eminent domain represented a limited consent to suit on the part of the 
State that left sovereign immunity intact for other types of takings, but the court 
rejected the idea that the State could avoid having to pay any compensation unless 
the State consented to suit. Since New Mexico has only consented to suit in the 
case of eminent domain, and not in the case of regulatory takings, the court 
concluded that requiring the State to consent to suit would essentially eliminate any 
recovery for regulatory takings. This, the court continued, was contrary to the 
spirit of the Takings Clause, which sought to compensate all landowners for all 
types of takings.

\[\text{References}\]

111. See supra note 106.
112. See infra notes 116, 133–134 and accompanying text.
113. See infra notes 114–122 and accompanying text.
115. Id. ¶ 10, 144 P.3d at 89–90 (citations omitted).
116. Id. ¶ 10, 144 P.3d at 90.
117. Id. ¶ 19, 144 P.3d at 91.
118. Id. ¶ 20, 144 P.3d at 91.
119. Id. ¶ 21, 144 P.3d at 91–92.
120. Id.
121. Id. ¶ 22, 144 P.3d at 92. As explained above, a landowner could enjoin the enforcement of an onerous 
regulation under Ex Parte Young. See supra notes 33–39 and accompanying text. Such a course of action would, 
however, leave the landowner uncompensated for the period during which the land was taken. See infra notes 
144–148.
122. See Manning, 2006-NMSC-027, ¶ 22, 144 P.3d at 92.
In discussing the eminent domain argument, the court also stated a proposition that may have a significant impact on future takings lawsuits. While arguing that a statute is not necessary for someone to bring an inverse condemnation claim, the court stated, “We are not suggesting that the legislature cannot prescribe terms and conditions that govern recovery under the Takings Clause, such as Section 42A-1-29. When a statutory framework provides for recovery, individuals must abide by it.”

The court subsequently dealt with the related issue of whether the Takings Clause was self-executing. The State argued by analogy to the statute enabling takings claims against the federal government and claimed that a similar statute was necessary to make the Takings Clause operative against the state government. In responding to this argument, the court assumed that the State was arguing that analogous congressional action would be necessary to make the Takings Clause operative against the State. The court easily concluded that no other court requires congressional action to make the Takings Clause operative against the States, and it also concluded that the text and purpose of the Takings Clause would not be served by requiring an operative statute.

If the Takings Clause were not self-executing, the court reasoned, takings victims would have to rely upon discretionary government action (i.e., statutory consent to suit) in order to protect themselves against “abusive governmental power,” thus undermining the principle underlying takings doctrine protection from an “over-reaching government.” Furthermore, the fact that the Constitution explicitly mentions the remedy for a taking led the court to conclude that the Takings Clause was self-executing. The Takings Clause is nearly unique in having a specific remedy mandated by the Constitution, and that uniqueness, argued the court, indicates that the framers intended for the remedy to apply to all takings claims. Allowing legislatures to

123. Id. ¶ 21, 144 P.3d at 91.
125. Manning, 2006-NMSC-027, ¶ 41, 144 P.3d at 96.
126. Id. ¶ 43, 144 P.3d at 96-97. This was not exactly the State’s position. In its brief, the State argued that analogous legislation by the New Mexico Legislature would suffice to abrogate sovereign immunity: “[T]he Tucker Act...waived the federal government sovereign immunity....By analogy, a similar waiver must be enacted by the New Mexico Legislature in order to abrogate the State’s immunity.” Answer Brief of Defendants/Respondents, supra note 97, at 24.

However, the court’s characterization of the State’s argument was ultimately of little import, because the court’s reasoning—that the Takings Clause should not require further government action to be operative—would apply to state legislative action as well as congressional action. Manning, 2006-NMSC-027, ¶ 43, 144 P.3d at 96-97.

128. Id.
129. Id. ¶ 43, 144 P.3d at 97.
130. Id.
131. Id. ¶ 10, 144 P.3d at 90.
132. Id. ¶¶ 46-47, 144 P.3d at 97-98.
133. Id. (citing Richard H. Fallon, Jr., Daniel J. Meltzer & David L. Shapiro, Hart and Wechsler’s the Federal Courts and the Federal System 796-97 (5th ed. 2003)). In particular, the only other constitutional provision that mandates a remedy is the Habeas Corpus Clause. Id. ¶ 46, 144 P.3d at 97.
134. Id. ¶¶ 46-47, 144 P.3d at 97-98.
block the remedy by requiring enabling legislation would be inconsistent with this original intent.\textsuperscript{135}

The court also emphasized the unique nature of the Takings Clause in refuting one of the State’s claims, namely that the incorporation of the Fifth Amendment through the Due Process Clause of the Fourteenth Amendment does not serve to abrogate state sovereign immunity for individual suits\textsuperscript{136} because such abrogation can only result from congressional action pursuant to Section 5 of the Fourteenth Amendment.\textsuperscript{137} The Manning court responded to the State’s argument by characterizing Section 5 as a provision allowing Congress to act \textit{when necessary} to enforce the civil rights protected by the Fourteenth Amendment.\textsuperscript{138} Such a provision is necessary, the court stated, because the substantive protections of the Fourteenth Amendment, including the Equal Protection Clause and the Due Process Clause, lack remedies of their own.\textsuperscript{139} However, when the constitutional provision in question does have its own remedy, that provision is self-executing\textsuperscript{140} and amounts to a constitutional abrogation of state sovereign immunity.\textsuperscript{141}

In summary, the court characterized the Takings Clause as a check upon state power and found that a sovereign immunity bar to takings claims would directly contravene the purpose of the Clause. The court found significant the fact that the Constitution expressly provides for the remedy of just compensation. Further, the court decided that the text of the Constitution makes the Takings Clause self-executing and that the constitutional requirement of just compensation for all takings mandated that property owners should be able to sue for all types of takings, not just for those to which the State has consented to suit.

\textbf{b. Analysis}

In finding that the Takings Clause abrogates sovereign immunity by its own power, the Manning court arrived at the same conclusion as every other court to have considered the issue,\textsuperscript{142} as well as at least one commentator.\textsuperscript{143} The court’s textual and structural arguments about the Takings Clause counteracted a serious problem identified by the Manning court that arises with the imposition of sovereign immunity: certain classes of takings might essentially be denied any meaningful remedy.\textsuperscript{144} While the court may have overstated the impact of sovereign immunity upon the ability of citizens to counteract takings (for instance, a property owner might be able to obtain injunctive relief that would prevent the unconstitutional

\textsuperscript{135} Id.
\textsuperscript{136} See supra note 44.
\textsuperscript{137} See supra note 44.
\textsuperscript{138} Manning, 2006-NMSC-027, ¶ 45, 144 P.3d at 97.
\textsuperscript{139} Id. Of course, as the tax refund cases, infra notes 191–192 and accompanying text, illustrate, the Due Process Clause alone can still abrogate sovereign immunity and dictate a specific monetary remedy in the absence of a remedy outlined in the Constitution.
\textsuperscript{140} Manning, 2006-NMSC-027, ¶ 46, 144 P.3d at 98.
\textsuperscript{141} Id. ¶ 51, 144 P.3d at 98.
\textsuperscript{143} Berger, supra note 89, at 592–93.
\textsuperscript{144} See id. at 525–26.
taking of property without compensation), there are still situations where sovereign immunity would effectively block any meaningful remedy. For example, in the context of temporary takings where the taking has ceased and the property owner demands compensation for the time period when the taking occurred, monetary damages are the only remedy that will compensate the loss. Of course, property owners might be able to sue individual government officers for monetary damages. However, this remedy is not as reliable as a suit against the State, and in cases such as this, where the complained-of act is a state law, it may be difficult to identify an individual officer to sue. Furthermore, the U.S. Supreme Court emphasized in First English that the remedy for all takings is just compensation, thus rendering problematic any result allowing for compensation for certain classes of takings and not for others. The New Mexico Supreme Court in Manning also found, in response to arguments from the State that statutory consent to suit was necessary to make the Takings Clause operative, that the Takings Clause is self-executing. The purpose of the Takings Clause—to check government—would be stymied if it required government action to become operative.

The court in Manning also relied upon the intent of the framers to provide property owners with robust protection, including the guarantee of a specific constitutional remedy. This argument is strong in terms of distinguishing the Takings Clause from the rest of the Constitution, which is relevant for avoiding Hans v. Louisiana. There is, however, a counterargument. At the time of the founding, individuals could not sue governments directly for a taking. Instead, they could sue individual governmental officers for trespass, and if the governmental officers attempted to raise the defense that they were authorized by statute to commit the invasion, the property owner would have been able to invalidate that defense if the statute failed to provide for just compensation. Thus, the framers could not have intended that, notwithstanding sovereign immunity, citizens would be able to sue governments directly for just compensation.

145. Id. at 526. This would occur through the use of the Ex Parte Young doctrine. See supra notes 33–39.
146. See Berger, supra note 89, at 526–27.
147. See supra note 42 and accompanying text.
148. Some of the drawbacks to this remedy include individual immunities to suit such as qualified immunity and official immunity. See supra note 42.
151. Id. ¶ 43, 144 P.3d at 97.
152. Id.
153. See supra notes 132–135 and accompanying text.
154. Hans v. Louisiana blocked a claim from being brought under the Contracts Clause. For a discussion of the holding of Hans, see supra notes 29–31 and accompanying text. For an examination of how Alden affirmed the holding and reasoning of Hans, see infra notes 258–259.

According to Professor Brauneis, there were some exceptions to the general rule that States could not be sued. See id. at 69–70. Some States had early versions of eminent domain statutes under which plaintiffs could recover for takings; these statutes would preclude officer suits. Id.
156. Id. at 67–68.
Of course, such a counterargument could be used to invalidate all "inverse condemnation" suits for takings. Yet, it is difficult to imagine the purpose of such a blanket prohibition. The officer suit prevalent at the time of the founding would be a less secure and less reliable alternative method of securing just compensation. The interest protected by the Fifth Amendment is the right to own private property, and just compensation remains the only remedy for an invasion of that interest. Simply because inverse condemnation suits are a more effective manner of protecting that interest than were the causes of action available at the time of the founding does not mean that they should be unprotected by the Constitution.

The Manning court's statement regarding the ability of the State to outline the procedures to be followed in takings situations allows the State significant control over the procedures that claimants must use in order to bring takings claims. The State could create a special statutory procedure for all takings claims and might allow for administrative resolution of claims, as long as the parties are afforded meaningful judicial review. These procedures could have a significant impact on the amount and likelihood of recovery in takings cases.

158. Brauneis outlines the evolution of the takings claim from its early roots as an officer suit into a direct action for damages by the end of the nineteenth century. See Brauneis, supra note 155, at 109–15. Thus, courts have interpreted the Takings Clause as creating a cause of action for damages for over a century.

159. See Seamon, supra note 92, at 1083–84 (describing officer suits as alternatives to inverse condemnation suits but noting their shortcomings). Additionally, Brauneis points out that the indirect officer suit method of enforcement, which he calls the "justification-stripping" model because it strips executive officers of the justification to take property, was considered a "second-best" remedy that only existed because individuals were unable to sue the State at common law. Brauneis, supra note 155, at 107. This point does not fully dispose of the originalist argument that the Fifth Amendment was not intended to abrogate state sovereign immunity, but it does suggest that direct suits against States are consistent with the purpose behind the Takings Clause.

160. States can control the initial procedure to be used by takings claimants. See Williamson County Reg'l Planning Comm'n v. Hamilton Bank, 473 U.S. 172, 194 (1985). If claimants attempt to bring claims in federal court without having exhausted state takings procedures, those claims will be dismissed on ripeness grounds. Id. Thus, for federal purposes, a taking has not even ripened until a State has failed, through its takings procedures, to compensate the property owner. Id. This suggests that nothing prevents States from imposing their own procedures for the initial determination of whether a taking has occurred.

Incidentally, the ripeness requirement outlined in Williamson might have the effect of totally shutting a party out of federal court—a party may be forced by Williamson to pursue a state claim, and if the party loses on that claim, then the party is precluded from re-litigating the claim in federal court. Berger, supra note 89, at 502–03. This conundrum is known as the "Williamson trap." Id. at 502.

161. An administrative procedure for handling takings claims would not violate separation of powers. The constitutional doctrine of separation of powers is protected by Article III, Section 1 of the New Mexico Constitution, which provides: "[N]o person or collection of persons charged with the exercise of powers properly belonging to one [branch of government], shall exercise any powers properly belonging to either of the others...." N.M. CONST. art. III, § 1. This provision does not prevent the resolution of legal claims through administrative proceedings as long as adequate judicial review is afforded. See Wylie Corp. v. Mower, 104 N.M. 751, 753, 726 P.2d 1381, 1383 (1986) (upholding the constitutionality of the workmen's compensation administration, which administratively adjudicates claims prior to judicial review); cf. Bd. of Educ. v. Harrell, 118 N.M. 470, 483–84, 882 P.2d 511, 524–25 (1994) (finding no separation of powers violation with statutorily compelled arbitration by analogizing to compelled administrative adjudications).

162. Harrell, 118 N.M. at 484, 882 P.2d at 525. Adequate judicial review is required by the Due Process Clause, id. at 485, 882 P.2d at 526, and thus it is examined through the procedural due process analysis outlined in Mathews v. Eldridge, 424 U.S. 319 (1976). Harrell, 118 N.M. at 486, 882 P.2d at 527. In the context of the review of compulsory arbitration proceedings, due process requires de novo judicial review of questions of law and substantial evidence review of findings of fact. Id. Harrell also asserts, as dictum, that the constitutional standards governing the review of administrative determinations are the same as those governing the review of compulsory arbitration. Id. at 485, 882 P.2d at 526.

163. In City of Monterey v. Del Monte Dunes of Monterey, Ltd., Justice Souter elliptically suggested that one procedural change—the right to a trial by jury—might affect the likelihood of recovery due to jury sympathy. 526
One possible limit on the ability of the State to alter the procedure allowable for takings cases is the right to a trial by jury in the New Mexico Constitution as it has heretofore existed at the time of ratification of the Constitution. No right to a jury trial exists in formal eminent domain proceedings, but whether the right exists for inverse condemnation actions arising directly under the U.S. Constitution is an open question, both under federal law and state law. A full exploration of the topic is outside the scope of this Note, but if the right exists, it would constrain the ability of the State to radically alter the procedures under which inverse condemnation proceedings may be brought.

To conclude, the Manning court found that, because of the textual guarantee of just compensation for all takings, and because the purpose of the Takings Clause is to check government power, claimants can sue the State for a taking even in the absence of an enabling statute or consent on the part of the State. The court also suggested, however, that the State has wide latitude in controlling the procedures that takings claimants must follow.

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164. N.M. CONST. art. II, § 12.
165. Id.
166. Lisanti v. Alamo Title Ins., 2002-NMSC-032, 10, 55 P.3d 962, 965.
168. The Seventh Amendment to the U.S. Constitution, the federal provision protecting the right to a trial by jury, has not been incorporated against the States and thus the States are under no obligation to follow it in their own courts. Bd. of Educ. v. Harrell, 118 N.M. 470, 481, 882 P.2d 511, 522 (1994) (citing Minneapolis & St. Louis R.R. Co. v. Bombolis, 241 U.S. 211, 217 (1916)). Federal law on the topic is relevant, however, because New Mexico’s courts find federal law persuasive in interpreting New Mexico’s constitutional right to trial by jury. Id. at 481, 882 P.2d at 522.

Del Monte Dunes dealt with the right to a trial by jury in an inverse condemnation proceeding brought pursuant to 42 U.S.C. § 1983. 526 U.S. at 707–08. While the Court held that such a right did exist, only a plurality held that it existed because the underlying action was one for inverse condemnation. Id. at 715. The fifth vote, Justice Scalia, found a right to trial by jury based upon 42 U.S.C. § 1983 alone (without consideration of the underlying substantive nature of the claim). Id. at 723 (Scalia, J., concurring). Importantly, two members of the plurality, Chief Justice Rehnquist and Justice O’Connor, are no longer on the Court. Therefore, it seems safe to conclude that the position taken by the Del Monte Dunes plurality is not the unqualified position of the Court on the issue of whether a jury trial is required for inverse condemnation claims.

169. No New Mexico case has decided the question of whether a non-statutory inverse condemnation claim must be put to a jury.
170. See supra notes 132–135 and accompanying text.
171. See supra notes 114–122 and accompanying text.
172. See supra notes 160–163 and accompanying text.
3. Due Process/Tax Refund Analogy

a. The Court’s Reasoning

The Manning court found, independent of the structural need for the Takings Clause to abrogate sovereign immunity, that the Due Process Clause also required abrogation.\(^{173}\) The court raised the point, acknowledged in Alden,\(^ {174}\) that the deprivation of a “clear and certain” remedy by a State can be a violation of due process.\(^ {175}\) In so doing, the court analogized the facts of the case at bar to Reich v. Collins, a case where an individual successfully sued a State for a tax refund under the Due Process Clause.\(^ {176}\) In Reich, the State of Georgia had a tax refund statute that appeared to allow taxpayers to go to court and challenge illegally collected taxes.\(^ {177}\) In its discussion of Reich, the U.S. Supreme Court in Alden characterized this as a remedy that had been “promised” by the State.\(^ {178}\)

The Manning court likened the takings situation to the remedy that had been “promised” in Reich.\(^ {179}\) The court noted that the remedy of just compensation is found in the Constitution, and it concluded that this remedy became a “promised” state remedy when the Fifth Amendment was incorporated against the States through the Fourteenth Amendment.\(^ {180}\)

The Manning court found that the similarity between Reich and takings cases was “striking.”\(^ {181}\) Like the State in Reich, the State of New Mexico was obligated to provide the “promised” remedy of monetary compensation “or risk violating the due process clause.”\(^ {182}\) The State of New Mexico could not claim sovereign immunity (as the State in Reich had attempted)\(^ {183}\) because doing so would deprive the Mannings of their promised remedy and would constitute a violation of due process.\(^ {184}\)

b. Analysis

The court’s extensive analogy to Reich v. Collins follows similar analogies used by the U.S. Court of Appeals for the Sixth Circuit in DLX, Inc. v. Kentucky\(^ {185}\) and the Oregon Court of Appeals in Boise Cascade Corp. v. State ex rel. Oregon State Board of Forestry.\(^ {186}\) However, the New Mexico Supreme Court went further than those courts and used the Due Process Clause as a vehicle to pierce sovereign

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175. Manning, 2006-NMSC-027, ¶¶ 29–31, 144 P.3d at 94.
176. Id. (citing Reich v. Collins, 513 U.S. 106 (1994)).
177. Reich, 513 U.S. at 108.
178. Alden, 527 U.S. at 740.
179. Manning, 2006-NMSC-027, ¶ 28, 144 P.3d at 94.
180. See id. ¶ 28, 144 P.3d at 93–94.
181. Id. ¶ 31, 144 P.3d at 94.
182. Id.
184. See Manning, 2006-NMSC-027, ¶ 31, 144 P.3d at 94. The Manning court noted that one commentator had argued in favor of using the Due Process Clause to abrogate sovereign immunity in state courts for takings claims. Id. ¶ 29, 144 P.3d at 94 (citing Seamon, supra note 92, at 1110–15).
185. 381 F.3d 511, 528 (2004).
immunity. While the Sixth Circuit\textsuperscript{187} and the Oregon Court of Appeals\textsuperscript{188} analogized the cases before them to the due process tax refund cases, they did not find that due process requires that a State answer takings claims in state court. The Manning court, unlike the Sixth Circuit and the Oregon Court of Appeals, appears to have found a violation of the Due Process Clause.\textsuperscript{189} In so doing, the court introduced a different theoretical basis for its holding that sovereign immunity is inapplicable to takings claims.

The due process theory,\textsuperscript{190} as applied to takings claims, relies upon an analogy to cases involving the refund of illegally collected taxes.\textsuperscript{191} In these tax refund cases, the U.S. Supreme Court has found that States have an obligation under the Due Process Clause to provide meaningful pre- or post-deprivation relief to taxpayers who wish to challenge the legality of their taxes.\textsuperscript{192}

\textsuperscript{187} In DLX, the Sixth Circuit analogized to the due process tax refund cases but did not appear to find a due process obligation for the State to provide a remedy: "[W]here the Constitution requires a particular remedy, such as through the Due Process Clause for the tax monies at issue in Reich, or through the Takings Clause as indicated in First English, the State is required to provide that remedy in its own courts, notwithstanding sovereign immunity." DLX, 381 F.3d at 528. In the Sixth Circuit's view, the remedy of just compensation must be provided by a State, and that mandate applies to state courts as well as state agencies. \textit{See id.}

\textsuperscript{188} \textit{Boise Cascade}, 991 P.2d at 567. The Oregon court's language was somewhat vague, and some language could be interpreted as finding a due process violation:

Although \textit{Reich} has little direct bearing on the issue before us, as it did not involve any issues of sovereign immunity, the Court's description of \textit{Reich} in \textit{Alden} strongly suggests that States may be required to provide promised remedies in State court proceedings by force of the Due Process Clause alone.

\textit{Id.} However, the court's actual holding rested upon the Takings Clause:

\textit{Id.} We conclude that the Court, in its recent Eleventh Amendment decisions, did not intend to abandon the notion that at least some constitutional claims are actionable against a state...[B]ecause of the "self-executing" nature of the Fifth Amendment, as applied to the states through the Fourteenth Amendment, a state may be sued in state court for takings in violation of the federal constitution.

\textit{Id.} at 568–69.

\textsuperscript{189} Manning v. Mining & Minerals Div., 2006-NMSC-027, ¶ 31, 144 P.3d 87, 94.

\textsuperscript{190} As discussed above, the Manning court noted that Professor Seamon, in his article \textit{The Asymmetry of State Sovereign Immunity}, supra note 92, fully articulated the theory that the Due Process Clause requires the abrogation of sovereign immunity in takings cases brought in state court. \textit{See supra} note 184. Professor Seamon's article provides much of the basis for the theoretical underpinnings of the due process abrogation theory.

\textsuperscript{191} \textit{E.g.}, Carpenter v. Shaw, 280 U.S. 363, 369 (1930); Mont. Nat'l Bank of Billings v. Yellowstone County of Mont., 276 U.S. 499, 504–05 (1928); Ward v. Bd. of County Comm'rs of Love County, 253 U.S. 17, 24 (1920); Atchison, Topeka, & Santa Fe Ry. v. O'Connor, 223 U.S. 280, 285 (1912). In many of these cases, taxpayers challenged the legality of various state taxes. Once the taxes were declared illegal, the taxpayers (who had paid the taxes under threat of penalty) were unable to obtain refunds in state court. In \textit{O'Connor}, the earliest of this line of tax cases, the U.S. Supreme Court held that taxpayers were entitled to a "clear and certain remedy," 223 U.S. at 285, and in \textit{Ward}, the Court held that the failure to refund taxes paid under compulsion was a violation of the Due Process Clause of the Fourteenth Amendment. \textit{Ward}, 253 U.S. at 24.

\textsuperscript{192} \textit{See McKesson Corp. v. Div. of Alcoholic Bevs. & Tobacco}, 496 U.S. 18, 51–52 (1990). While federal taxes can be unlawful, \textit{see e.g.}, U.S. CONST. art. I, § 2, cl. 3 (requiring apportionment for direct taxes levied by the federal government), tax refund cases involving state taxes often arise as a result of the Dormant Commerce Clause, which imposes significant limits upon the abilities of States to impede interstate commerce. \textit{See Complete Auto Transit v. Brady}, 430 U.S. 274, 279 (1977) (holding that state taxation schemes, in order to comply with the Commerce Clause, must be applied to acts with a substantial nexus to the taxing State, be fairly apportioned, not discriminate against interstate commerce, and be fairly related to services provided by the State). Because state taxes can easily impede interstate commerce, state taxes face a serious constitutional hurdle that federal taxes do not.

The Equal Protection Clause also protects against discriminatory taxation to some degree, and at least one early tax refund case involved equal protection violations. \textit{See Iowa-Des Moines Nat'l Bank v. Bennett}, 284 U.S. 239, 245 (1931). The modern standard for judging the constitutionality of economic regulations under the
Pre-deprivation relief might be satisfied by the ability to challenge a tax scheme without paying the taxes first.\textsuperscript{193} If a State imposes a penalty on non-payment, then a taxpayer would be entitled to post-deprivation relief,\textsuperscript{194} which would include the ability to obtain a refund for the taxes already paid.\textsuperscript{195} States are \textit{not} obligated to provide both pre- and post-deprivation relief,\textsuperscript{196} and they are given latitude in crafting their own remedial schemes.\textsuperscript{197} "Clear and certain" non-judicial remedial schemes might be acceptable as well.\textsuperscript{198} Importantly, the U.S. Supreme Court has not fully explained the aspect of the problem that is most important for our purposes: when States might be required to provide relief \textit{in their courts}. The furthest the Court has gone in terms of mandating judicial remedies is to require a State to abide by a statute guaranteeing a judicial remedy.\textsuperscript{199}

In \textit{Reich v. Collins}, the most recent U.S. Supreme Court tax refund due process case (and the case explicitly mentioned by the \textit{Manning} court), taxpayers sued the State of Georgia after the State refused to refund illegal taxes.\textsuperscript{200} The taxpayers had paid the taxes in reliance upon a state statute allowing them to challenge the taxes in court;\textsuperscript{201} unfortunately for those taxpayers, once they brought their challenges, the State refused to hear them on sovereign immunity grounds.\textsuperscript{202} The Supreme Court held that the remedy for the illegal taxation must be "clear and certain,"\textsuperscript{203} and, in this instance, that remedy must be the statutorily promised reimbursement of those taxes.\textsuperscript{204} When States deny such promised remedies, sovereign immunity is inapplicable.\textsuperscript{205}

The analogy used in \textit{Manning} is that a taking of property is akin to the collection of a tax.\textsuperscript{206} If the tax is illegal, then a taxpayer should have some way of getting his or her money back.\textsuperscript{207} In the case of a taking, an individual must have an opportunity to obtain just compensation, especially since it is mandated by the Constitution.\textsuperscript{208} Failure to provide either constitutes a deprivation of property without due process of law.\textsuperscript{209}

One of the strengths of the due process theory is that the U.S. Supreme Court showed its approval of the theory in its decision in \textit{Alden}, when the Court affirmed

\begin{footnotesize}
\begin{enumerate}
\item 193. \textit{McKesson}, 496 U.S. at 36–37.
\item 194. \textit{Id.} at 38–39.
\item 195. \textit{Id.}
\item 196. \textit{See id.} at 36–37.
\item 197. \textit{Id.}
\item 199. \textit{Id.} at 111.
\item 200. \textit{Id.} at 108–09.
\item 201. \textit{Id.}
\item 202. \textit{Id.} at 109.
\item 203. \textit{Id.} at 111.
\item 204. \textit{Id.}
\item 205. \textit{Id.} at 109–10.
\item 206. \textit{See Manning v. Mining \\& Minerals Div.}, 2006-NMSC-027, ¶ 31, 144 P.3d 87, 94.
\item 207. \textit{Id.}
\item 208. \textit{Id.}
\item 209. \textit{Id.; Seamon, supra note 92, at 1102.}
\end{enumerate}
\end{footnotesize}
the holding in Reich. One of the argument’s principal weaknesses, though, is that the Supreme Court has never applied the theory outside of the tax refund context, and some significant differences exist between tax refunds and takings. Importantly, Reich was about a State's promise to provide a certain remedy. When the State failed to provide the promised remedy, it violated due process. In the takings context, however, it is difficult to justify the notion that the States ever "promised" anything with regard to the Takings Clause. When the Clause was ratified, it was to be applied against the federal government. Even though the Takings Clause is now applicable against the States by way of the Fourteenth Amendment, it is again difficult to justify the idea that in ratifying the Fourteenth Amendment the States promised that they would provide just compensation to takings victims.

This is not to say that the tax refund cases are wholly irrelevant in the takings context. While Reich is not completely analogous because it involved a remedy promised by the State of Georgia, other due process tax refund cases might be more applicable. In Ward v. Board of County Commissioners of Love County, for example, there was no mention of a remedy "promised" by the State, but the Court held that the State was required to provide the specific remedy of a refund under the Due Process Clause. Preventing the taxpayer from seeking a refund would have left the taxpayer with no method of recovering the property that the State had illegally taken from him. This scenario seems more analogous to the takings situation, where denying a claimant the right to seek monetary damages would prevent the claimant from recovering for the unconstitutional deprivation of property without just compensation. In both cases, only a monetary remedy is appropriate to correct the constitutional violation.

In conclusion, while the Manning court may have stretched a bit to find a direct analogy to Reich in terms of arguing that the State "promised" the remedy of just compensation to landowners, the due process tax refund cases still support the abrogation of sovereign immunity, because those cases illustrate that the State is required to provide a remedy for the deprivation of property that arises from the failure to provide just compensation.

211. See Reich v. Collins, 513 U.S. 106, 111 (1994) ("But what a State may not do, and what Georgia did here, is to reconfigure its scheme, unfairly, in mid-course—to "bait and switch," as some have described it.").
212. Id.
213. NOWAK & ROTUNDA, supra note 41, § 11.12, at 509. In an early takings case, the U.S. Supreme Court held that the Bill of Rights only applied against the federal government. Barron v. City of Baltimore, 32 U.S. 243, 250-51 (1833).
214. See Berger, supra note 89, at 563 (arguing that the idea of automatic abrogation of sovereign immunity based upon the passage of the Fourteenth Amendment is "extreme").
215. 253 U.S. 17 (1920).
216. Id. at 24.
217. See id.
218. Seamon, supra note 92, at 1111.
A. Contracts Clause Claim

Having concluded that the Mannings’ takings claim was not barred by sovereign immunity, the court then reached the opposite conclusion with respect to the Mannings’ claim under the Contracts Clause.219

1. Court’s Reasoning

Early in the opinion, the court suggested that Alden v. Maine should not be interpreted as a bar to claims against States that arise under the Constitution itself220 because it is a case primarily dealing with the balance of power between Congress and the States.221 While the court made these arguments when dealing with the Takings Clause,222 the arguments were perfectly applicable to the Contracts Clause claim because that claim also arose directly under the Constitution.

The court noted that Alden and the two New Mexico cases that have applied Alden, Cockrell v. Board of Regents of New Mexico State University223 and Gill v. Public Employees Retirement Board,224 dealt with the abrogation of state sovereign immunity by Congress pursuant to its Article I powers.225 At least part of the justification for such protection for States was a concern for federalism and the protection of state sovereignty from the reach of Congress.226 By contrast, the court noted that “the balance of power shifts when ‘the obligation arises from the Constitution itself.’”227 The court quoted further from Alden, stating that the right of sovereign immunity can be “‘altered by the plan of the Convention or certain constitutional Amendments.’”228 When the Constitution is the source of the cause of action, the problem of Congress treading upon the rights of States does not exist.229

Although the argument that Alden only blocks claims brought pursuant to federal statutes would logically apply to both the Takings Clause claim and the Contracts Clause claim, the court only explicitly used the argument to support its holding in the takings context.230 Its treatment of the Contracts Clause claim was very different.231

220. Id. ¶ 26, 144 P.3d at 93.
221. Id.
222. See id.
223. 2002-NMSC-009, ¶ 1, 45 P.3d 876, 878.
224. 2004-NMSC-016, ¶¶ 7–8, 90 P.3d 491, 495.
225. Manning, 2006-NMSC-027, ¶ 24, 113 P.3d at 92 (discussing the holdings of Cockrell and Gill).
226. Id.
227. Id. ¶ 27, 144 P.3d at 93 (quoting Alden v. Maine, 527 U.S. 706, 740 (1999)). The use of the language “balance of power” implies the balancing of different interests in deciding whether sovereign immunity bars a claim, most notably an interest in maintaining the sovereignty of the States and an interest in enforcing constitutional rights. While this is certainly a plausible way of viewing the problem, see Berger, supra note 89, at 597–600 (discussing the weighing of different constitutional values as a legitimate way of resolving the clash between irreconcilable doctrines), the Manning court opted not to engage in an in-depth balancing of the different interests involved.
228. Manning, 2006-NMSC-027, ¶ 27, 144 P.2d at 93 (quoting Alden, 527 U.S. at 713).
229. Id. ¶¶ 26–27, 144 P.3d at 93.
230. Id. ¶ 28, 144 P.3d at 93.
231. See id. ¶¶ 48–50, 144 P.3d at 98.
The court’s Contracts Clause analysis tracked *Alden’s* discussion of *Hans v. Louisiana*.232 The cause of action in *Hans* was one for damages under the Contracts Clause,233 and the *Hans* Court found that sovereign immunity barred such claims.234 The U.S. Supreme Court in *Alden* made it clear that *Hans* was still good law, and the New Mexico Supreme Court concluded that *Alden’s* affirmation of *Hans* meant that claims for damages under the Contracts Clause were unavailable due to sovereign immunity.235 The *Manning* court justified the differing results between the Takings Clause and the Contracts Clause by emphasizing the guarantee of a remedy (just compensation) in the Takings Clause that is absent from the Contracts Clause.236

2. Analysis

In framing *Alden* as a case about the proper boundaries of power between Congress and the States, the *Manning* court implied that the scope of the Supreme Court’s holding in *Alden* did not extend to suits arising under the Constitution itself, since those suits did not implicate federalism concerns between Congress and the States.237 However, the court was only willing to apply this rationale to the Takings Clause claim, despite its apparent applicability to the Contracts Clause claim. The failure of the Contracts Clause claim indicates that the court did not fully accept the argument that *Alden* was exclusively limited to causes of action created by Congress. Therefore, this argument is not likely to assist future litigants in getting around sovereign immunity.

The court’s characterization of sovereign immunity doctrine as one aspect of the Supreme Court’s federalism jurisprudence is certainly valid.238 Many of the recent sovereign immunity cases have been about the ability of Congress to subject States to suit without their consent.239 Protecting the States from Congress is one argument in favor of sovereign immunity,240 and to the extent that it is inapplicable when claims arise under the Constitution itself, that is one less reason for extending sovereign immunity.241 *Alden* itself distinguished *Reich v. Collins*,242 a due process tax refund case, stating that the claim in that case arose under the “Constitution

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232. *Id.* ¶ 49, 144 P.3d at 98. For a brief discussion of *Hans* in relation to current sovereign immunity doctrine, see supra notes 29–31 and accompanying text.
233. *Hans v. Louisiana*, 134 U.S. 1, 10 (1890).
234. *See id.* at 15.
236. *Id.* ¶ 50, 144 P.3d at 98.
237. *Id.*
240. *See Berger*, supra note 89, at 567.
241. *Id.*
Thus, it seems fair for the Manning court to use that same distinction with regard to other claims brought under the Constitution, and it did so with the takings claim. Thus, it makes sense to distinguish between claims brought pursuant to acts of Congress and those brought pursuant to the Constitution itself. One of the functions of the Constitution is to protect individual rights against encroachments by governments. Individual rights are nugatory, however, unless they are enforceable—otherwise, governments have no incentive to respect them. Citizens ought to be able to bring suits in order to adequately protect themselves from violations of their constitutional rights. This deeply rooted concept is embodied in the maxim, cited by Justice Marshall in *Marbury v. Madison* and attributed to William Blackstone, that for every right, there is a remedy.

Furthermore, individual rights are arguably the highest constitutional value in our constitutional system. Other values, such as protecting state sovereignty, enforcing the separation of powers, and protecting the independence of the judiciary are only subordinate values designed primarily to protect individual rights. Sovereign immunity simply protects the integrity and dignity of the States.

245. *Cf.* Heckler v. Chaney, 470 U.S. 821, 832 (1985) ("[W]hen an agency refuses to act it generally does not exercise its coercive power over an individual's liberty or property rights, and thus does not infringe upon areas that courts often are called upon to protect"); *Marbury v. Madison*, 5 U.S. (1 Cranch) 137, 167 (1803) ("The question of whether a right has vested or not, is, in its nature, judicial, and must be tried by the judicial authority.").
248. 5 U.S. (1 Cranch) at 162–63.
249. *Id.* at 163.
250. *Id.* Of course, this seemingly simple phrase does not answer the next question, which is what remedy is provided. People do not have an unqualified right to select any remedy whenever they have suffered an injury. Fallon & Meltzer, *supra* note 99, at 1787. Some remedies may not be available for some violations. *Id.*
251. Berger, *supra* note 89, at 601. For an argument about why individual rights should be valued more highly than structural legal rules, see RONALD DWORKIN, *TAKING RIGHTS SERIOUSLY* 204–05 (1978):

If we want our laws and our legal institutions to provide the ground rules within which [divisive] issues will be contested then these ground rules must not be the conqueror's law...[The law] must state, in its greatest part, the majority's view of the common good. The institution of rights is therefore crucial, because it represents the majority's promise to the minorities that their dignity and equality will be respected....

The Government will not re-establish respect for law without giving the law some claim to respect. It cannot do that if it neglects the one feature that distinguishes law from ordered brutality. If the Government does not take rights seriously, then it does not take law seriously either.

Thus, Dworkin argues that rights must be respected because they are the only way for minorities within a political system to accept as legitimate the decisions of the majority; hence they are the only way to ensure that all members of society respect the rule of law.

252. As Justice O'Connor explained in *New York v. United States*:
The Constitution does not protect the sovereignty of States for the benefit of the States or state governments as abstract political entities, or even for the benefit of the public officials governing the States. To the contrary, the Constitution divides authority between federal and state governments for the protection of individuals. State sovereignty is not just an end in itself: Rather, federalism secures to citizens the liberties that derive from the diffusion of sovereign power.

sovereign immunity to block the enforcement of individual constitutional rights would mean promoting a subordinate value, federalism, at the expense of a more fundamental value, the protection of individual rights.254

Finally, in the context of suits based upon the Constitution, arguments about protecting the public fisc fail to fully persuade.255 States must already answer suits for injunctive relief under the Ex Parte Young doctrine, and such suits can be more costly than suits for monetary damages.256 Even if public finances are threatened by suits based upon the Constitution, then at least the cost of unconstitutional state action is borne by the State as a whole, as opposed to private victims.257

However, as the Manning court recognized with regard to the Contracts Clause claim, Alden was not exclusively about the reach of Congress, and it did not exactly signal that the courthouse doors should be thrown open to all claims based upon the Constitution itself. Alden reaffirmed the holding258 and reasoning259 of Hans v. Louisiana, which barred a claim brought pursuant to the Contracts Clause.260 Furthermore, much of Alden’s historical reasoning regarding the intent of the framers on the issue of sovereign immunity had little or nothing to do with Congress.261

The result in Manning, given Alden’s unequivocal approval of Hans, is likely a faithful interpretation of how the U.S. Supreme Court would decide the issue. Hans was not, however, strictly controlling precedent (because it dealt with a case in federal court, not state court) and Alden left the door open to some constitutional claims overcoming sovereign immunity through its approval of Reich and its lack of an ironclad rule on the abrogative effect of all federal substantive law.262

254. Berger, supra note 89, at 601.
256. Berger, supra note 89, at 548.
257. See Armstrong v. United States, 364 U.S. 40, 49 (1960) ("The Fifth Amendment…was designed to bar Government from forcing some people alone to bear public burdens which, in all fairness and justice, should be borne by the public as a whole.").
258. See Alden, 527 U.S. at 732 (arguing that federal law cannot automatically abrogate sovereign immunity in every instance due to Hans); id. at 754 (stating that Hans is precedent for the proposition that suits against nonconsenting States are not properly heard in the courts).
259. See id. at 716, 720, 723–25 (adopting Hans' interpretation of the original understanding of sovereign immunity and the Eleventh Amendment); id. at 727 (citing Hans for the argument that the Constitution should not be construed in such a way as to lead to an anomalous result); id. at 729 (citing Hans for the argument that the Eleventh Amendment merely confirms a presupposition about state sovereign immunity); id. at 746 (noting that Hans assumed the applicability of sovereign immunity in state court when it found a sovereign immunity bar in federal court).
260. Hans v. Louisiana, 134 U.S. 1, 10 (1890).
261. See Alden, 527 U.S. at 715–16 (asserting that state sovereign immunity was established at the time of the ratification of the Constitution); id. at 716–19 (surveying the debates surrounding ratification and concluding that the original understanding was that States could not be sued under Article III without their consent); id. at 720–27 (explaining the reaction to Chisholm v. Georgia and the swift passage of the Eleventh Amendment as evidence that the majority of the Founders believed that the sovereign immunity of the States was intact); id. at 741–43 (arguing that the silence of the Founders on the topic of sovereign immunity in state courts is evidence that they never contemplated that such immunity was in doubt).
262. See id. at 732 ("We reject any contention that substantive federal law by its own force necessarily overrides the sovereign immunity of the States.") (emphasis added). The use of the word "necessarily" might imply that some substantive federal law might override sovereign immunity of its own force. See Berger, supra note 89, at 535 (stating that the word "necessarily" gives the Court some "wiggle room" to carve out exceptions to the general rule).
The Manning court could have ruled that all claims based upon the Constitution, including Contracts Clause claims, may proceed in state court, unimpeded by sovereign immunity. In the end, however, the court chose to abide by a reading of Hans that precludes such a holding. The one aspect of this choice that the court failed to fully acknowledge is that it should not have attempted to limit Alden with regard to the takings issue. If Hans is still good law, then its reasoning should carry over to other claims brought under the Constitution, including takings claims. While there are other, independent reasons why the Takings Clause should abrogate sovereign immunity, the limited scope of Alden should not have been used as an argument for such a result.

Of course, individuals who have suffered from a Contracts Clause violation could still seek non-monetary relief through one of the well-established routes around sovereign immunity, such as prospective injunctive relief by way of the Ex Parte Young doctrine. Indeed, many Contracts Clause claims proceed in just such a manner.

V. IMPLICATIONS

The holding of the New Mexico Supreme Court in Manning provides some guidance for future litigants seeking monetary damages against the State for constitutional violations. Obviously, claimants will be able to seek monetary damages for Takings Clause claims, and not for Contracts Clause claims. Because of the reasoning used to arrive at these results, it may prove difficult for claimants to seek monetary damages for violations of other constitutional provisions.

The most significant hurdle that Manning places before future claimants is that it applies Alden-type sovereign immunity to a claim based upon the Constitution itself—namely, the Contracts Clause. This establishes that the scope of Alden, at least in New Mexico, is not limited to causes of action created by Congress pursuant to its Article I powers. Any future litigants seeking monetary damages for claims brought directly under the Constitution will have to find a way around Alden.

Furthermore, the twin rationales in Manning supporting the result that takings suits are not barred by sovereign immunity—abrogation based upon the unique

264. See Part IV.A.
265. The court’s explanation for the different results was that the Takings Clause contained a remedy for monetary damages, whereas the Contracts Clause contained no such remedy. Manning, 2006-NMSC-027, ¶ 50, 144 P.3d at 98. While it is impossible to quibble with such a distinction, the textual differences between the two clauses do not make Alden more applicable to one rather than the other. Instead, the court might have explained that Alden has something to say about all claims brought under the Constitution, but that the textual guarantee of just compensation allowed the Takings Clause to surmount Alden’s sovereign immunity hurdle.
266. See, e.g., supra note 66 (listing U.S. Supreme Court Contracts Clause cases where plaintiff sought injunctive relief).
267. See supra Part IV.A.
268. See supra Part IV.B.
269. See supra Part IV.B.
270. See supra Part IV.B.
nature of the Takings Clause\textsuperscript{271} and abrogation based upon the Due Process Clause\textsuperscript{272} —are unlikely to transfer easily to other claims brought under the Constitution.

The Manning court found that the Takings Clause has unique attributes\textsuperscript{273} that require the abrogation of sovereign immunity and also dismissed the Contracts Clause claim partly on the grounds that it lacks the textual guarantee of a remedy.\textsuperscript{274} This reasoning will be difficult to employ in the context of other constitutional claims. Because no other constitutional rights besides the Habeas Corpus Clause have an explicit remedy,\textsuperscript{275} claimants will be unable to analogize to that aspect of the Takings Clause. They may be able to argue that other constitutional rights have a similar purpose as the Takings Clause (i.e., the need to check abusive government power),\textsuperscript{276} but to complete the analogy they might still need to show that the recovery of monetary damages is necessary to effectuate that purpose.\textsuperscript{277}

By not only basing its takings holding upon the unique character of the Fifth Amendment, but also finding a violation of due process, the court may have kept the door open for other plaintiffs to bring constitutional claims based upon a “promised remedy” of compensation. However, those plaintiffs will face the significant hurdle of proving that a remedy for a constitutional violation has been promised by the State of New Mexico, or that monetary relief is the only sufficient remedy for the injury. It is difficult to envision where such cases might arise outside of the takings or tax refund context. Therefore, this alternate route around sovereign immunity will likely be of little assistance to future plaintiffs.\textsuperscript{278}

The court’s holding in Manning has also given the State the opportunity to dictate the procedures to be followed in order to recover for takings.\textsuperscript{279} Whether the State accepts the court’s offer remains to be seen, but such procedures might have a significant impact on the ability of takings claimants to bring their cases, especially if the constitutional right to a trial by jury does not exist in inverse condemnation cases (which is an open question).\textsuperscript{280} In the final analysis, however, the likelihood of such a drastic change to how the State handles takings is probably slim. First, the eminent domain statutes already allow for a trial by jury.\textsuperscript{281} Second, the right to a trial by jury has expanded in recent decades to allow for juries to hear more issues

\textsuperscript{271} See supra Part IV.A.2.
\textsuperscript{272} See supra Part IV.A.3.
\textsuperscript{273} See supra Part IV.A.2.
\textsuperscript{274} See supra note 236 and accompanying text.
\textsuperscript{275} See supra note 133.
\textsuperscript{276} See supra note 129 and accompanying text.
\textsuperscript{277} See supra notes 115-122 and accompanying text.
\textsuperscript{278} One possible scenario might be in the context of contracts with the State. When parties contract with the State, especially for money, they are essentially being “promised” something akin to the promised remedy from Reich. See supra notes 200-205 and accompanying text. However, the State has already waived sovereign immunity for actions based upon written contracts. NMSA 1978, § 37-1-23 (1976) (waiving sovereign immunity for contract actions against the State based upon written contracts only). A due process argument could be made that the State should have to answer for promises made in oral contracts as well. The counterargument to this position is that the Due Process Clause should not be used to constitutionalize every contract action involving the State.
\textsuperscript{279} See supra notes 160-163 and accompanying text.
\textsuperscript{280} See supra notes 168-169.
in eminent domain cases.\textsuperscript{282} Thus, even though the State may have the power to alter the procedure used in takings cases, there may not be any political willpower to do so.\textsuperscript{283}

Finally, the court’s treatment of the Contracts Clause claim also answers a question about the scope of \textit{Alden} in New Mexico. While language elsewhere in the opinion suggests that \textit{Alden} is limited to the specific question of whether Congress can use its Article I powers to abrogate sovereign immunity, the \textit{Manning} court’s holding that \textit{Alden} bars a state court Contracts Clause claim makes \textit{Alden} a far more potent precedent, presumptively barring all claims against the State, constitutional or otherwise, unless they fall within an express exception to sovereign immunity. Although this holding is likely a faithful interpretation of \textit{Alden}, it essentially forecloses future arguments by parties attempting to limit the scope of \textit{Alden} to claims created under Congress’s Article I powers.

\textbf{VI. CONCLUSION}

In \textit{Manning}, the New Mexico Supreme Court was faced with whether state sovereign immunity, as explained in \textit{Alden v. Maine}, covered claims brought under the Takings Clause and the Contracts Clause. In holding that \textit{Alden} blocked the Contracts Clause claim, the court expanded the scope of \textit{Alden} to include claims brought under the Constitution itself. Additionally, because the court found that the Takings Clause abrogates sovereign immunity based upon its unique attributes, particularly the existence of a textually guaranteed remedy, future litigants will face challenges in surmounting sovereign immunity with constitutionally based claims for monetary damages. The court did provide an independent rationale for an abrogation of sovereign immunity based upon the Due Process Clause, but the theory employed by the court has heretofore only been employed in tax refund cases and is unlikely to have wide application. In dicta, \textit{Manning} also suggests that the State has broad discretion when structuring the procedures employed in bringing takings claims, although drastic changes to takings procedures may be politically unlikely in the near future.

\textsuperscript{282} \textit{Santa Fe S. Ry.}, 1998-NMCA-002, ¶ 8–10, 952 P.2d at 33–34 (holding that a 1981 statute expanded the role of the jury in eminent domain situations to decide all issues, whereas the prior statute only permitted the jury to decide compensation).

\textsuperscript{283} After the U.S. Supreme Court decision in \textit{Kelo v. City of New London}, 545 U.S. 469 (2005), there was a fear that the opinion invited governments to condemn low-cost property only to transfer it to other private individuals who would pay more taxes. E.g., \textit{Kelo}, id. at 501 (O’Connor, J., dissenting). In response to the \textit{Kelo} decision, the New Mexico State Legislature has passed legislation restricting the ability of local governments to condemn property for economic development purposes. H.B. 393, 48th Leg., Reg. Sess. (N.M. 2007).