COURT. U. B.

Supreme Court of the United States

In the Matter of:

Universal Interpretive Shuttle, Corp.,

Petitioner,

vs.

Washington Metropolitan Area Transit Commission, et al.

Respondent.

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Place

Washington, D. C.

Date

October 21, 1968

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Universal Interpretive Shuttle, Corp.,

Petitioner,

v. : No. 19

Washington Metropolitan Area Transit
Commission, et al.

Respondents.

Washington, D. C. Monday, October 21, 1968

BEFORE:

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EARL WARREN, Chief Justice
HUGO L. BLACK, Associate Justice
WILLIAM O. DOUGLAS, Associate Justice
JOHN M. HARLAN, Associate Justice
WILLIAM J. BRENNAN, JR., Associate Justice
POTTER STEWART, Associate Justice
BYRON R. WHITE, Associate Justice
ABE FORTAS, Associate Justice
THURGOOD MARSHALL, Associate Justice

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PROCEEDINGS

MR. CHIEF JUSTICE WARREN: Number 19, Universal
Interpretive Shuttle Corporation, Petitioner, versus Washington
Metropolitan Area Transit Commission, et al.

THE CLERK: Counsel are present.

MR. CHIEF JUSTICE WARREN: Mr. Nagin.

ORAL ARGUMENT OF JEFFREY L. NAGIN, ESQ.

ON BEHALF OF PETITIONER

MR. NAGIN: Mr. Chief Justice, this case is here on a writ of certiorari to review a decision of the Court of Appeals for the District of Columbia, which reversed the District Court dismissal of the complaints of respondents.

The Decision of the Court of Appeals required that the District Court restrain the operation by petitioner under a concession granted by the Secretary of the Interior, of a mobile interpretive service on the Mall, in the District of Columbia, until petitioner secured a Certificate of Convenience and Necessity from WMATC, the Washington Metropolitan Area Transit Commission, a local agency created by an interstate compact between the States of Maryland, Virginia, and District of Columbia.

In a mobile interpretive service, which is a term we are going to be using throughout this proceeding, the purpose of this kind of a service is to provide essentially the same type of narrative, guided tour as the Park Service,

which of course is a department within the Interior Department, provides to visitors of National Parks across the country.

Except that instead of providing the service on a tour which goes on foot, the Secretary has determined that it would be appropriate to provide it in this instance by using motorized trams, which would move at speeds not to exceed ten miles an hour to the points of interest, and around the points of interest, permitting the tour to go on.

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The principal issue in the case is whether the operation of such a mobile interpretive service by the Secretary through a concessionnaire is subject to the certification and regulatory requirements of WMATC. If the operation proposed by the Secretary of the Interior is subject to WMATC jurisdiction, then even though the Secretary has determined that there is a need for the service on the Mall, WMATC would not be allowed to permit the service to be conducted unless it, WMATC, the local agency, determined that there was a need.

Furthermore, WMATC would have the obligation to determine that petitioner was qualified to render this service, even though the Secretary had made the same determination, and if the Certificate of Convenience and Necessity were granted, the local agency would also have the responsibility to supervise, under its general regulatory powers, the operations of this concession on the Mall.

The setting of the case, the actual physical setting

of the case, takes place on the Mall of the District of Columbia, and when I use the term "Mall", I am using it a little bit generally, because it embraces park areas that are adjacent to the Mall, such as the Jefferson Memorial, the Elipse, but these are areas all within the exclusive charge and control of the Secretary of the Interior.

I think perhaps the best description of the Secretary's responsibilities in this area is set forth in Sections 1 and 3 of Title 16, United States Code. It says: "The Secretary is charged with the obligation to preserve, by such means and measures as conform to the fundamental purpose of said parks, and which purpose is to conserve the scenery and natural historic objects and the wildlife therein" — which I guess on the Mall would probably be limited to squirrels — "and to provide for the enjoyment of same in such manner and by such means as will leave them unimpaired for the enjoyment of future generations."

In line with this responsibility, the Secretary determined that the facilities on the Mall, the interpretive facilities on the Mall were already crowded to the point where both because of population pressures and vehicular pressures, he could no longer provide adequately for the visitor interpretive services which he wished to provide under his charge of responsibility.

Using the authority conferred upon him by Title 16, including Section 13 and Section 20, the Secretary requested

proposals from private concessionaires to operate an interpretive service on the Mall, and a number of private persons responded, including Petitioner, and including Respondent, D.C. Transit, with proposals.

The proposal of petitioner was selected. The Director of the Park Service, Mr. Hertzog, stated that he felt the proposal by the Petitioner provided the "best means of interpretation and operation." He also stated what impressed him most about petitioner was its "interpretive qualifications."

The Secretary and the Petitioner entered into a contract, in March of 1967, which called for the rendition of this interpretive service. The contract specified that the service to be provided on motorized trams, that each tram would be manned by a deiver and by a guide. The guide, or interpretor, would use a prepared script, approved by the Secretary in interpreting the Mall, because he felt that, and expressly provided for in the contract, that interpretation, the narration part of the service, was a prime consideration.

Q We don't have any First Amendment issue in this case, do we?

A No, sir, there is no First Amendment. At least, if there is one, I think my client would be the person who would be in a position to raise it, and we are not raising it, Mr. Justice.

The Secretary would have complete control over all

facilities, over the employees, over the qualifications, over the train, over the time and method of operation. The franchise fee of 3 per cent of the gross would be paid by the concessionaire to the United States.

At the time Universal entered into this concession arrangement, they were advised — actually, prior to it, they were advised by the Secretary — that no other agency had economic regulatory jurisdiction over this particular activity, including, since we had asked the question, WMATC.

Q Are you going to tell us what use your client would plan to make of the streets outside of the Park Service area?

A Actually, I wasn't aware of the fact that they would make use of any streets outside of the park area, because the streets, the Section 8144 of the District of Columbia Code, provides that the streets between park areas are under the regulation of the Secretary. The trams would cross streets such as 14th Street, and so on.

Q So there would be no pickup point outside of the park area that was so confined. Is that right?

A There would not be any pickup points outside the park area. There is one problem at the end of the park, where they are doing this construction at 2nd Street, where the trams might have had to go over one small area outside the jurisdiction and control of the Park Service. As a matter of fact, a

temporary service which is being operated now, to which I will address myself later, is not going that far, and is staying wholly on park territory.

say, for one block, or for a short turnaround area off of park territory, for the Secretary to arrange to have this permitted, by an exchange of letters with the D.C. Government. Arrangements to do this were initiated, but pending the outcome of this litigation, the Interior Department did not pursue them.

Q Because the Washington Metropolitan Transit

Commission, or whatever it is called, does have jurisdiction,

does it not, on the District of Columbia streets, at least

outside of the park areas?

A It does, Your Honor, although one of our theories, which I will discuss later, would, I think, even if the trams operated for some distance off the park property, mean the service is still exempt from regulation by WMATC, for reasons that have nothing to do with Section 8144 and 8108, specifically.

Q So it is your understanding that this court should consider the case, as if these trams operated solely on park service land?

A Yes, except to the extent that it may at some future date, because of the turnaround problems, go onto District of Columbia streets for almost what I would call a

de minimis distance, and provided, of course, that the Secretary were able to arrange with the District Government for the necessary exchange of regulatory authority, which isn't required.

Court, when Petitioner, after being advised by the Secretary, refused to apply for a Certificate of Convenience and Necessity. The United States immediately intervened by filing a representation of interest, and has participated throughout these proceedings as a party in effect either under the representation of interest or as an amicus, at all times supporting Petitioner.

Pending the outcome of the loss of this action,

Petitioner has not operated the service. Starting around

September 1, the Secretary utilizing Park Service personnel

and leasing equipment from Petitioner, has in fact been conducting the service for, I guess it is, almost two months now.

The WMATC complaint at page 5 of the Appendix, I think, in a sense, really sums up, or at least gives a feeling as to what WMATC is seeking. They say that unless the Petitioner applies for a Certificate of Convenience and Necessity, WMATC will be deprived of the opportunity to determine whether the Petitioner is qualified to render this service to the Secretary and for the public.

Now, significantly, and underplaying throughout this proceeding, is the fact that the WMATC has not particularly emphasized the fact that if the compact applies, not only would

the WMATC have the right to determine whether we are qualified, but they would also have the right to determine by virtue of the very same sentence that gives them the former power the right to determine if the service is even needed.

Q What is the test? Public convenience and necessity?

A Public convenience and necessity, and of course, that particularly regulatory body sees it, and at the very least, we could havd a clash of determinations between the Secretary and the --

- Q Certainly, there are two diverse points of view.
- A That is right.

- Q The agency would see it in terms of the other competing or complementary transporation services in the metropolitan area, I suppose, and the Secretary would see it in terms of a national park.
 - A I think that's a fair statement, Your Honor.
 - Q That's your point, isn't it?
 - A Yes, sir.
- Q Is that supposed to mean that the resolution of this would be then going to have any impact beyond the resolution of the streets? In other words, anything in the way of any basis of law, conflicts of this nature, between the Secretary and agencies elsewhere are going to be heard, however we come out?

A I think that to the extent that it would further substantiate the control which the Secretary enjoys over park lands. In this context, the control vis-a-vis a local agency was based upon Section 8108 and 8144. However, certainly there are other areas and not being the representative of the Government, I don't think I can speak with extreme authority on it, but there are other areas from time to time where the Secretary of Interior's jurisdiction in the other park areas could be Challenged by local jurisdiction and I assume that a strong precedent here would be very convincing, that the Secretary's control in other park areas would be vindicated.

But we are dealing here only with the interpretation of the Washington Metropolitan area compact, and to that extent the literal application of this decision, I think, would be much more limited than that.

The Secretary, under the contract, has control over the hours of service, the points of interest to be served, the rates to be charged the public -- and of course that is a prime factor -- the records to be kept by the Petitioner, the insurance to be maintained. In other words, throughout the entire contract, there is this complete scheme of regulation.

If WMATC is correct, then they would have the power to determine the service, the hours of service, the rates to be charged. They could suspend rates. They could postpone the effectiveness of rates. They would have the usual plenary

jurisdictional powers which they do over other regulated agencies.

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The petitioner has consistently throughout these proceedings resisted this assertion of power by WMATC on a number of grounds, which I would like to just summarize at this point, and maybe we can explore the ones which are most susceptible to oral argument at this time.

The first is that the proposed service is exempt from regulation under the compact, by virtue of the exception contained within the compact for transportation by the Federal Government. That is, in a sense, an answer to Mr. Justice Stewart's question. Namely, that even if the service were off of the Mall for some distance, if this is transporation "by the Federal Government", provided by a concessionaire, it would be exempt from the compact coverage.

Secondly, Congress has committed the Mall itself to --

- Q You say it wouldn't be?
- A It would be.
- Q I thought that, and perhaps I incorrectly recall this, but as I read the papers here, I thought that that exemption applied only to transportation of the Federal Government's own personnel.

Am I wrong about that?

A Mr. Justice Fortas, that is the issue. Mr. Cunningham, to my right, Mr. Russell Cunningham, on behalf of

WMATC, has urged that transportation by the Federal Government is limited to --

Q I am talking about the express exemption. How does that read?

A The express exemption is just "transportation by the Federal Government", and then it goes on, as on political subdivision of the signatories.

Q I see, and does not expressly limit it to employees, then?

A No, not at all. That is the very first issue to which we will address ourselves.

The second, of course, is that the Mall itself, that is, has a territorial exclusiveness of jurisdiction here, which the Secretary possesses, and since this takes place within that area, it is within his exclusive charge and control.

The third is that this kind of transportation does not fall within the basic handle by which WMATC claims jurisdiction, because it is not, quotes "transportation for hire." This is a question, of course, of what is meant by the term "transportation for hire."

Lastly, DC Transit has claimed that under its franchise, which was granted in 1956, it has, quite apart from the compact, an independent basis for claiming that before the Petitioner can operate in its service, it must obtain a Certificate of Convenience and Necessity.

I would like to focus on the point that Mr. Justice Fortas just mentioned, and that is, whether this is transportation by the Federal Government.

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In our view, transportation by the Federal Government is present in this case because in the first place, the Secretary is discharging through this concessionaire a fundamental function which he has traditionally and historically furnished, either directly or through concessionaires.

Secretary, has control over every phase of this operation, to the same extent, as it would if it were conducted by its own employees. Perhaps even more, because you don't have certain things like Civil Service regulations, which would prevent people from being discharged in that sense.

be physically intertwined with those. The Park Service of the trams will bear Park Service emblems, the personnel will wear uniforms approved by the Park Service, the script, the narrative script, the First Amendment problem, which is the very heart of the service, will be subject to the Park Service's approval. The schedule of service, the operation will be tailored to the day-to-day changing needs on the Mall, so that if something is taking place at the Smithsonian Institute, the service can be rerouted either to take that into account, or move around it.

So whether viewed from the standpoint of the public,

who are the beneficiaries of this service, or from the standpoint of WMATC's own regulatory jurisdiction, it makes no
difference that the Secretary has decided to do this service
through a private concessionaire, as opposed to simply using
his own vehicles and his own personnel. The control elements,
the discharge of his responsibility elements, are all there.

exclusive charge and control which the Secretary enjoys over the Mall. Since 1898, in a statute new codified in Section 8108 exclusive charge and control has been delegated now to the Secretary of the Interior over these areas, and this was made clear in 1909, when the Congress extended this charge and control to the roads between park areas, and to the sidewalks adjacent to park areas.

Were given any statutory authority to regulate activities within this Mall area. Now as petitioners, he have been met by the point by respondents that PUC in fact did regulate bus lines, because they certified. One example was given of a bus line that went to various points in the District of Columbia, and went on Washington Drive, which of course is part of the Mall, over by the National Art Gallery. Well, of course this regulation was not hostile to the Secretary. There would be no incentive for him, as long as he was willing to permit the service, to be conducted on the Mall, and did not exclude the

yehicles, there really wasn't anything for him to do. He could go to WMATC and say, "Take that one line out", so that your sentence will read, "Up to the Mall", and they will be silent about what happens on the Mall, and then extend beyond the Mall?

No, there is no point to that. There is no advantage to it. The point is that when there are not contributing regulatory schemes, and if the Secretary is willing to let the activity continue, there is no reason for him to interfere.

However, here we have an activity on the part of the Secretary himself, through a concessionaire, in which he does not want interference, and that I think is the essential point of difference between the fact this PUC might have, in the course of regulating carriers, whose activities could be and were substantially outside the Mall area, also, probably without even thinking about it, inserted the reference to the traveling one block in the mall area.

The same thing, of course, would apply to taxicabs.

We have seen the maps in the back of the taxicabs, and there is not a big block out there for the rates to be charged in the Mall area, but what good would that have done? I am sure the Secretary, if he is going to permit cabs on the Mall, I am sure he is not going to try and prevent them from a rate structure to be imposed by the applicable authority who gets jurisdiction because the activity is outside of the Mall.

Finally, I would like to address myself to

D.C. Transit's point, that its franchise gives it the right to insist on certification. The franchise which is set forth on page 36A, et seq., of our brief, towards the rear, provides first, a grant of authority to D.C. Transit to operate a mass transit system. Then in Section 6, there is also granted to D.C. Transit the right to operate special charter and sight-seeing services. Section 3 contains a provision that no competitive street railway or busline, that is a busline for the transportation of passengers of the character which runs over a given route on a fixed schedule, shall be permitted without certification by WMATC as to its necessity.

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Now we interpret taht to apply, No.1, only to the regular route service of D.C. Transit. Because this, in effect, not monopoly, but this protection to be afforced to WMATC was meant to protect the service which it was being required to render, and that is, its regular route service, not a permissive service of sightseeing.

The language "competitive street railway line which runs over a given route on a fixed schedule", maybe if they didn't insert the word "competitive", you could argue it also protected the sightseeing situation, and certainly as the District Court found, this does not compete, at least in any significant way, with the regular route service.

I think it rather hard to envision a tram moving at less than ten miles an hour from various points around the Mall

as competing with the regular route service of D.C. Transit.

But even if Section 3 extends its protection to D.C. Transit's "sightseeing activities", we still believe that it is not a applicable; because it requires that the service, which is being limited or prohibited, itself, must travel over a given route on a fixed schedule, and this service, being provided by Petitioner, will be subject to change from day to day by the Secretary to meet the changing needs on the Mall.

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Also it is not within the issue concept of what is regular route service, in the meaning usually given to that term in public utility proceedings. It says, "Given route on a fixed schedule." That is language which is meant to mean regular route service, as far as we can see, and regular route service, the best discussion of that I have seen was in t the case cited by Respondent — by Respondent D.C. Transit — in the Bingler, where the District Court pointed out that sightseeing service, or tour service, even if it went basically on a relatively fixed schedule, does not come within the concept of regular route service, unless there is something significant added in addition to the expeditious transportation between points.

In our case, we don't even have expeditious transportation between points. It is going too slow, and we have
the something substantial added, in the sense that the
interpretive service, which is certainly within that concept

of something substantial added -- that is the reason why people would be taking the service -- is present in this case. Therefore, we concede that D.C. Transit's independent argument has no merit.

For the reasons which we have advanced, we believe the Court, and respectfully request that the court reverse the decision of the Court of Appeals, remand the case with the direction that the complaints be dismissed.

Thank you.

MR. CHIEF JUSTICE WARREN: Mr.Martz.

ORAL ARGUMENT OF CLYDE O. MARTZ, ESQ.

ON BEHALF OF THE UNITED STATES AS AMICUS CURIAE MR. MARTZ: Mr. Chief Justice, may it please the Court:

The United States approves and incorporates the argument that has been made by Petitoner, but appears here as amicus and in the Court below in representation of interest, because of an independent and broad concern that the authority which has been vested in the Department of Interior by Congress and in other areas of national interest not be subject to review, modification, and possibly a frustration by a parochial District of Columbia by a regional regulatory commission.

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The issues in the case, we think, are simple.

Congress, as the Petitioner has shown, has vested the Interior

Department with exclusive charge and control over the Mall

area, one of the most heavily frequented National Parks in

the whole UnitedStates.

By express Act of Congress, the Director of the Park
Service has been given authority to make and enforce all
regulations pertaining to movement of vehicles in the park,
and to extend those regulations to carriage ways that may
intersect parts of the public grounds.

Q May I ask, Mr. Martz, a question?

Whatever we may decide here, will it have a significance beyond this conflict, this local conflict?

Q Yes

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A Well, not beyond the local conflict, perhaps, but this case has been through the Court before, Mr. Justice Brennan, basically in United States against Wittek.

The question of the proper area for legislation within the District of Columbia, under Article 1, Section 8, of the Constitution, pertaining to municipal affairs on one hand, and the broad, national legislation, particularly with respect to Article 4, Section 3, on public lands, on the other, and the compatibility of legislative actions between those two areas in particular.

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I think the question here is the extent to which the broad national policies, promulgated in the park legislation, and vested by Congress in the Department of Interior, should be deemed modified or qualified by the enactment of local and parochial legislation for the administration of the municipal government of Washington, D. C., and the region.

Q That matter being paragraph 18, or whatever it is?

A Paragraph 17, clause 17, of Article 1, Section 8.

We think there is no question but what Congress has

given exclusive charge and control to the Secretary over the

National Parks.

It has, as Petitioner has pointed out, placed a responsibility upon the Secretary to promote the use of these parks, for the purposes for which they were created, in 16 USC 1.

It has further authorized the Secretary, in Section

3 of 16 USC, and encouraged the Secretary in 1965, by 3ection 20A of 16 USC, to use concessionaires, by contract, in the performance of the functions of the Secretary within the National Park enclaves.

The Secretary, after study, has entered into the compact described in this case by Petitioner, in March of 1967, for 18 months, and two tourist seasons. That compact has been dormant because of the injunction of the Court of Appeals against the conduct of this interpretive service by concessionaires within the National Park enclave without certification and all it means by the Washington Metropolitan Area Transit Commission.

- Q Sir, you said compact. Do you mean contract?
- A Yes.

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- Q Because there is a compact in this case.
- A Mr. Justice Fortas, forgive me. I was referring to the contract between the Secretary and Petitioner.
 - Q All right.
- A We are of the opinion and respectfully submit that this decision of the Court of Appeals, which was not supported by opinion, but only an Order that said in substance that reading the relevant statute, one with the other, does not permit the concessionaire's service to be performed without certification.

No opinions were subsequently filed by any member

of the Court?

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- A No, Mr. Justice Stewart.
- Q I noticed there was a reservation of the privilege to do so.
 - A They were not filed.
 - Q All right.

A We submit that broad Order is erroneous under at least three persuasive, if not controlling, decisions of this Court.

The first, United States against Wittek, on the question whether a national agency's authority within the District of Columbia is going to be impliedly negated or qualified by the enactment of general District of Columbia legislation.

W. A. Ross Construction Company, as to the question whether a concessionaire, operating under the close supervision and control of Federal officers in the performance of governmental functions, is an agent of the United States and acts in place of the United States and in context would be subject to the exclusion for transportation by the Federal Government set forth in Article 12, Section 1-A of the Compact.

And third, by analogy, to Leslie Miller, Incorporated against Arkansas, where this Court said the mere existence of duplicate regulatory authority over a Federal activity by the Federal Government, on the one hand, and by a local

government on the other, creates conflicts, and is a frustration of the Federal purpose.

We submit, contrary to the broad opinion of the Court of Appeals, that if this be so, it is inconceivable that Congress would place administrative control over any part of the National Park program in a tri-State, local administrative body.

We submit that as in Wittek, so here, confusion has arisen between the operation and effect of congressional action in the national sector and the operation and effect of congressional action on the local sector.

The problem in Wittek was this: Did the Emergency
Rent Control Act of the District of Columbia, of 1940, apply
to Federal low rent housing and defense housing within the
District of Columbia, which was then under the control of the
National Housing Administrator, and operated by the National
Capital Housing Authority?

"It is practically inconceivable that Congress would have subjected the Government-owned low-rent housing program in the District of Columbia to the additional control

prescribed by the District of Columbia Emergency Rent Act."

In that respect, this Court said, on page 351:

And on 355, the issue is whether the United States, through whatever agency it operates, is to be controlled in its rental policies by the District Administrator of Rent Control.

Here we were not concerned with an interstate or a State agency, but a very creature of Congress, in the District of Columbia, by legislation, that was denied that authority.

But even more in point, on 358, I think the Court uses language that could almost be paraphrased and applied to the problem before this Court. It said:

"The Act" -- referring to the District of Columbia

Emergency Rent Act -- "contains no express reference to the

United States as a landlord or to the application of the Act
to Government-owned housing of any kind. The text, surrounding
circumstances and legislative history of the District Act
neither express nor imply a change in the authority already
vested in permanent Federal agencies in their management
of the Government-owned housing in the District."

Q What is that case?

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A United States against Wittek, Opinion by Justice Burton, in 1949.

Now, our fact signation here is very similar. There is nothing in the Compact, and for that matter in the D. C.

Transit franchise that purports to extend jurisdiction into the National Park enclave.

Congress has operated the National Parks throughout the country under Article 4 of Section 3, and the District of Columbia under Article 1, Section 8, clause 17, and in the past has been meticulous to try to separate the areas of

conflict within the District of Columbia.

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It has, for instance, we think, in every instance where District of Columbia legislation was to apply within the National Park enclave, to expressly so provide.

It has considered transportation a local, municipal problem, handled by the District of Columbia, by committees in Congress.

Back in 1925, when the first Traffic Act pertaining to motor vehicles was enacted, present Section 4613 was included, that provided that nothing contained in this Chapter shall be construed to interfere with the exclusive charge and control heretofore committed to the Director of the National Park Service over the park system of the District.

This section has never been repealed.

There is nothking in the language of the Compact or its legislative history to show that Congress was thinking of Federal park properties. There is much, which is set out in our brief, to show that it could not have been thinking of this type of regulatory extension.

Q Mr. Martz, just as a matter of information for my ignorance, as to the parks in the District of Columbia, are some District of Columbia parks, and some National Parks?

For example, Rock Creek Park, and Montrose Fark, or Lafayette Park -- are some one, and some the other?

A Right. There are some local parks, which by

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District of Columbia Code have been specified, either because of their size or location, as subject to the jurisdiction of the District of Columbia. These include the Squares, for instance.

But Rock Creek Park is a National Park.

Q It is a National Park.

Montrose Park, I suppose, is a District of Columbia park.

- A No, it is a National.
- Q National.

A And these are enumerated in detail in the District of Columbia Code, under language essentially the same that is set out in 8108, that transfers exclusive charge and control to the National Park Service.

Counsel advises me that at the exception I should have said it was playgrounds. I was calling them the small areas, but the playgrounds in the District are under the jurisdiction of the District.

Q And all the parks, as so defined, are 'National Parks, in the District?

- A Yes.
- Q No matter what their size?

Well, that doesn't matter. I was just curious.

A I can't pursue it, because I have never checked out the exclusiveness of the question.

Q Yes.

A I want to spend just a moment on the other very significant aspect of the case, which is the exclusion under Article 1, or Article 12, Section 1-A, applicable to transportation by the Federal Government.

In Yearsley against W. A. Ross Construction Company, a contractor was performing services for the Corps of Engineers in straightening the channel of the Missouri River, and was under the supervision and control of the Corps.

On the question of whether he was subject to independent liability to third persons, it was determined that he was acting as the agent of the Government.

Park concession situation, where the very services which the Secretary of the Interior is directed to perform under 16 USC, Section 1, are by a policy of Congress to be performed by concessionaires.

The concessionaires are acting under the supervision of the Director. The concessionaire is performing a service that the Government is obligated to perform.

It is the act of the United States, in the transportation of the United States, for which the exclusion was intended.

It would elevate form over substance to say that the interest of transportation in the District of Columbia is

affected differently by the operation of these trams wholly within the National Park enclave, by the Secretary of the Interior --

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Q Mr. Martz, suppose the Secretary were to decide that it would be a good idea to have this sort of interpretive tram service serving all of the capital park areas, all of the park areas under his jurisdiction in the District of Columbia.

Would the principle there be any different with respect to the problem that we have before us?

A Not with respect to the construction of the Compact.

There would be a threshold question as to the authority of the Secretary to conduct the service outside the park areas.

Q He would then have to use the streets in the District.

A But if the Secretary had the authority, and it was conveyed to him by Congress, then we would submit that under the 1-A exclusion, the services that were being performed for and on his behalf would be services of the United States.

Q He would have the authority there, as much as he has it in the present case, wouldn't he? Particularly when you assume that in the present case these trams would

have to use some city streets?

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A 16 USC, Section 1, authorizes him to act mnly in National Parks.

Section 1-B, added in 1953, authorizes the Secretary to do certain things outside of the parks, in emergency situations.

When the Secretary has engaged in services outside of the park, as transportation to Carlsbad Caverns, he has obtained special authorization by Congress to do it.

- Q By Congress to do it?
- A Yes.
- O So that you think this would be a different and substantially more difficult case if the operation of these trams required the use of city streets in the District, outside the park area?

A As far as the issues in this case are concerned, we would submit it is irrelevant. We are only construing what the language of the Compact says.

- Q Well, similarly, then, he could provide service to all of the capital parks, because that is transportation by the Federal Government.
- A That is correct, Your Honor.
- Q So that in your submission, the Secretary of the Interior could now set up an interpretive tram service to all of the parks in the District of Columbia under his

jurisdiction, even though that would require a very substantial
use of the city streets, and to do that, he would not have
to obtain the authority of or clear with the Washington

Metropolitan Area Transit Commission?

A That is correct, Your Honor, as long as it is contained within the exception.

If that goes beyond what the Compact administrator --

- Q By "exception," you mean the Federal Government exception?
 - A Yes.

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- Q You don't have to maintain this position for purposes of this case.
 - A No.
- Q Because I take it if the city streets are used at all, if the so-called city streets are used at all by this service, it is actually on city streets that are within the park area.

The only streets that are used are city streets that are actually part of the park?

- A That is right.
- Q And those city streets are used in the Mall area with the consent of the Secretary?
- A No, with consent of Congress, Justice White, because in 8 D.C. Code 144, the Secretary was given authority to use the carriageways intersecting parks and portions of the

public grounds.

Q Are the streets, the actual streets that traverse the Mall, are they part of the park?

A Part of them are, and part are not.

3rd, 4th, 9th, and 14th, I believe, are D.C. streets, subject to the authority of the Secretary.

Q Specifically, then, where does the Secretary get the authority to use the city streets, as in furnishing this kind of a service? Where does he get that authority?

A 8 D.C. Code, Section 144 provided that the Director of the Park Service could apply his regulations to carriageways intersecting public grounds, and the only --

Q So I gather, then, that even if this tramway service did run for a block, and run on a public street, which actually traversed the Mall, that it would be within that authority?

A Yes. We think there is no question.

Q This wouldn't reach your furnising that service between parks?

A That is correct, sir.

Q Is the new proposed reception center in the old Union Station to be under the Park Service?

A Yes.

Q Well, assume that it is, for the moment. I rather thought it was, from what I had read in the paper, but

assume that it is, for the moment.

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If we held with you in this case, would that mean that the Secretary of the Interior would put this mini service over there, and go over the streets of the city from the parking area over to that and back?

A When the bill was before the House Public Works

Committee in Congress last spring, the Secretary of the

Interior proposed an amendment that would allow the extension

of the minibus service off the park area, and to the Visitors'

Center facilities and Capitol.

The House Public Works Committee didn't extend this legislation to that area, but directed the Secretary to investigate it and make a report.

But I would anticipate that if that were to be done, the statutory procedure would be followed.

MR. CHIEF JUSTICE WARREN: Yes, sir.

Very well.

Mr. Hamilton.

ORAL ARGUMENT OF RUSSELL W. CUNNINGHAM, ESQ.

ON BEHALF OF THE TRANSIT COMMISSION

MR. CUNNINGHAM: Mr. Chief Justice, may it please the Court, I am Mr. Cunningham, General Counsel of the Transit Commission.

If the Court will recall, there was a franchise issue involved here, that the Commission has consistently

disassociated itself from, throughout, since the beginning of the Trial Court.

Consequently, I have, while the Court has graciously allocated me 50 minutes to argue, Mr. Davis of D.C. Tranait, who will argue the franchise issue. It will be within my time.

MR. CHIEF JUSTICE WARREN: If it will be within your time, sir.

MR. CUNNINGHAM: Fine.

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If the Court pleases, the Washington Metropolitan Area Transit Commission was created in 1960 by an Interstate Compact between the State of Maryland, and the State of Virginia, and the District of Columbia, by and with the consent and directive of the United States Congress.

The Court will recall Congress has a dual role, or a dual hat to wear in the District of Columbia. That is, that the Congress sits as a local legislature for the District, and in this case its consent legislation directed the District of Columbia to enter into the Compact.

On the other hand, under its national purpose, the Congress consented to the terms of this Interstate Compact Agreement.

The creation of the Commission marked an historical landmark in the field of transportation and regulation in this country. It is the first attempt to regulate and merge the national and State, county, and city interests into one unified

regulatory agency.

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This was the purpose of the Compact. This, the Commission advocates before you, was what the Congress and the legislatures accomplished when they enacted --

Q You don't really mean to include the word "national" in that sentence, do you?

A Yes, sir, I do.

The preamble to the consent legislation of the Compact stated that enactment of this Compact would merge the national and State interest, insofar as regulating transportation is concerned, in the Washington Metropolitan Area, in this single Compact.

Q The ICC certainly still exists and has jurisdiction in the affected area.

A Mr. Justice Fortas, within the Washington

Metropolitan Area, the Congress took away the interstate regulation of transportation from the Interstate --

Q So far as the purely interurban, so to speak, or the interarea?

A Oh, yes; transportation in Washington.

Q Intraarea transporation is concerned. They are not under this.

A Right, sir.

The Transit Commission is vitally interested in this case, on both a legal and a factual basis.

Legally, we feel that the position advocated to you by the Petitioners and the United States will emasculate, emasculate the very basis upon which the Commission can perform the functions and duties confered upon it by the Congress and the State legislatures.

From a factual standpoint, the Commission is interested because we are very greatly disturbed as to what will happen when another large transit system is placed not only over on top of the existing transportation system, but placed upon us within the very heart of the Washington metropolitan area.

Q Do you have any control over the District of Columbia vehicles?

A Vehicles operated by the District of Columbia itself? No, sir.

Q Or Maryland, or Virginia?

A No, sir.

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Any passenger --

Q Or the Federal Government?

A That is right, sir.

Q You don't have any control over any of those, and that is by virtue of Article 12, paragraph 118?

A Yes, sir.

Q Now, how do you construe that provision that was the subject of colloquy here? The transportation by the

Faderal Government is exempted from your jurisdiction?

A Mr. Justice Fortas, we followed the traditional concept of regulation that has been imposed nationally as well as within the State concepts. That is, that where a transportation service is operated by the Government, in its own vehicles, by its own personnel, that that transportation is by the Federal Government, or by the State government, or by the county government, and, therefore, is exempt.

Q All right. Suppose the National Park Service itself operated, owned and operated these trams, and provided this interpretive service on the Mall. Would you claim jurisdiction?

A No, sir, and it has so operated these vehicles, it is today operating vehicl-s, and we have made no attempt to exercise jurisdiction. We feel it is exempted under that statutory exception.

Q So that actually maybe this case can be disposed of on that one question.

If we should believe, for example, that the correct construction of the Compact is that whatever the Federal Government may do correctly is exempt, therefore, whatever the Federal Government may do through a concessionaire is also exempt.

That would dispose of the case.

A Yes, sir; and I submit to you, Mr. Justice Fortas, that you would effectively dispose of any type of

regulation of transportation in the metropolitan area, for you would thereby completely emasculate the jurisdiction of the Commission to control regulation in this area.

Every city, every town, every county, even the State jurisdictions themselves, would be freed on the stroke of a pen by entering into a contract with a private carrier to set up and operate their own mass transit system.

Q We didn't write the Compact. We have to read it.

A Right, sir, and that is why the Commission advocates that the construction given to that clause should be strictly construed, as I understand this Court has ruled previously, all, any exemption to a broad remedial statute like a compact, the exemptions are strictly construed, and that is the position we advocate to this Court, that that proviso should be strictly construed, not only for the mischief that it would do in the future, and do today, but because it would destroy the whole historical scheme of regulation.

Q Suppose this kind of service was rendered in Yellowstone National Park, or Yosemite, or Glacier National Park. Would there be any reason to say that the Government couldn't do it without going to the Interstate Commerce Commission?

A No, sir, Mr. Chief Justice Warren, there would

not, because the Congress has not imposed the scheme of regulation, i.e., it has not passed an Interstate Compact in Yellowstone Park, as it has here in Washington.

I submit to you, sir, that the Congress, when it looked at establishing the Compact here in this area, said we are to look at the metropolitan Washington area as a single unified city, and this includes park areas.

It has to. It is sitting right here in the very heart, the very core of our city.

On the other hand, there is no such scheme existing in Yellowstone National Park. That park sits out by itself. It is not part of a transit regulatory system. It is not the heart and core of a city.

And Congress has, under the ICC laws, specifically exempted transportation before and pursuant to contract by the Secretary in the National Parks, but that proviso was not enacted, was not carried over and reenacted, sir, in the Compact.

Q But I understood you to say that if the Government itself performed this service in Washington that it would be all right.

A Assuming he has the statutory authority to do so.

If that Government agency has the statutory authority to do

so, under the terms of the Compact it would be permissible.

Q Why in that respect couldn't it do what it does

in Yosemite, or Yellowstone Park, and delegate that to a concessionaire, and have that the act of the Government?

A Because I think in this case it was to discourage,
No. 1, to discourage active engagement by the Government in
this, by contract or otherwise, in engaging in transportation.

O It would do what?

Diam's

A It would discourage governmental units from getting into the contract, into the transportation business.

First of all, if a Government unit decides, "We want to get into a particular phase of transportation," if it has to go to the legislature and get the statutory authority to do so, if it has to go in and have the appropriations enacted for it, this is quite a different thing from saying, "Well, let's just go get Joe Jones and sign a contract with Mr. Jones, and let him operate this service and pay us a profit."

There is much more involved in operating in concession or a contractual service than there is -- and moreover, this is directly contrary to the whole concept of regulation that has existed in this country since 1887, and that is,
that the Government itself is not subject to its own laws, and
if it wants to operate its own service, it may do so.

On the other hand, if it wishes to have a service performed by a private carrier, a private person, that person is subject to the regulatory scheme of that governmental agency, whether it be the national Government, vis-a-vis the

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Interstate Commerce Commission, or State government, or in this case, the Interstate Compact.

Q What power of regulation would your Commission have over these people, if you win this case?

The same broad regulatory jurisdictions that we A have over all carriers.

- Character of service? 0
- Character of service, rates, schedules. A
- Everything? 0
- Everything, yes, sir. A
- The Secretary of the Interior, then, would 0 be divested --
 - Oh, no, sir. A
 - -- of all his regulatory powers, would he not? 0
 - A Oh, no, Mr. Chief Justice.
 - I ask the question: Would he? 0
 - No, they would not be divested. A

Today, carriers, every single carrier we operate, changes schedules.

- Q Changes what?
- Changes chedules. They change their routes, they change their fares, they change all aspects.

Now, that is subject to the overall scheme of regulation, but there is that freedom of movement, within the regulatory aspect.

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The Transit Commission is a regulatory agency, not a manager. Not a management agency. And we try to fit what is going on within the broad regulatory concept to provide a good transit system throughout this whole metropolitan area.

Would you determine the fares?

No, sir. The fare, that would be determined by the Secretary of Interior, and Universal, pursuant to their contract.

Universal, if they were the recipient of a Certificate of Public Convenience and Necessity, would then file a tariff with the Commission, stating that these are the fares to be charged, and that would be subject to approval.

Would you be obliged to file that?

Oh, ves, I would think, under the law, yes,

You would have to?

Yes, sir. And this is done today, within, for example, the last three weeks, if I may.

I will get this: If a tariff is filed, is it subject to the Commission's approval?

It is subject to the Commission's approval.

Well, then, perhaps I misunderstood your answer to the Chief Justice.

It has to be approved. It could be reviewed by the Commission, could it not?

- A It could be reviewed, yes, sir.
- Q And could be rejected?
- A Yes, sir.

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Q Even though it had been pursuant to an arrangement between the Secretary of the Interior and the private concessionaire?

A That is true, Mr. Justice Brennan, and I would think the Commission would give the greatest weight —

I would think whenever a concessionaire of the Secretary of the Interior came before the Commission stating that this is the type of service, or this is the type of fare that we propose to charge, that that would be accorded almost an automatic presumption of being legitimate, because the Commission would recognize the special interest that is involved in this area.

If you will recall, not all Certificates of Public Convenience and Necessity are all-embracing. Many are issued involving only a very limited scope, and this, I presume, would be the case insofar as the Secretary's concessionaire, that he would come not for an unlimited Certificate to serve all of the metropolitan area, but on a limited basis.

Q Supposee the Commission authorized somebody else, D.C. Transit or somebody, to provide tourist service on the Mall. Suppose you authorized D.C. Transit to do that, and the Secretary of the Interior says, "Because of my

responsibility over the National Parks, I would like them to point out such-and-such as they take tourists through, and say, 'This is the Thomas Jefferson Memorial.'"

First, does your Commission have any control over the script that is used by the tour guides?

A The scrip" is a bad word to use, recently, with me, Mr. Justice. We have been on this scrip system because of the bus robberies here in town.

Yes, sir, I would assume all aspects of subject --

- Q I wasn't talking about a substitute for money.
- A I assume this is what they were talking about.
- Q Suppose that the Secretary of the Interior --

You would agree that the Secretary of the Interior has a legitimate interest, I suppose, in having the Thomas Jefferson Memorial pointed out to tourists.

A Yes, sir.

Q But he would have no way of seeing that that was done, unless the tourist service were under his jurisdiction, would he?

A I am sorry, Mr. Justice Fortas. I thought you said "scrip," s-c-r-i-p, and you are talking about the script.

No, sir, the Commission would have very little interest in that, although probably --

- Q Do they have jurisdiction?
 - I am talking to jurisdiction.

- A I can't conceive of the Commission having any jurisdiction over the script itself, no.
 - Q But the Secretary of the Interior might have?
- A Oh, yes, sir, I think a very legitimate interest just as the carriers today who perform these lectured sightseeing tours have scripts for their drivers to follow.

Now, we have no concern with that, unless there would be some vulgarity or something of this nature involved, but I am sure there would be many instances where we would have no idea what the script itself even purports to be.

Some of them are even on tapes, in some of the carriers, multi-lingual languages.

Q Now, what the Secretary proposes to provide here is not exclusive of other services of this sort, is it?

Suppose the Universal Service here were performing under this contract, then D.C. Transit or sightseeing services of one sort or another could continue to operate on the Mall area, could they not?

A According to the District Court decision, that is not up to either the Transit Commission or the carriers, but any such service would be at the sufferance of the Secretary of the Interior, and presumably he could draw his curtain around the Mall and say, "Nobody is coming in here."

Q Has he ever done that? Has he done that?

A No, sir. As a matter of fact, the Secretary has never been known as a regulator of transportation.

Q Is there any provision in the Secretary's contract with Universal by which that is an exclusive service, that they have exclusive rights to run the tours on the Mall?

A I don't recall, Mr. Justice Fortas, from my reading of the contract, whether there is an exclusivity connected with it. I presume that there is.

Q Don't some other companies actually furnish some transportation?

A There is other service on the Mall now.

Q So it isn't exclusive service?

A As of this moment, no, because Universal is not running the service, but I would assume that once Universal begins running, it would be in the Secretary's interest to discourage other service, because he is going to get a fee for it.

Q I know, but that's not what I am asking. I am asking whether the contract so provides.

I have forgotten. I will have to check the contract, if you don't know the answer.

Q Well, would your interpretation of the Commission's authority mean that you could provide for this service, and the Secretary could not keep it out?

Let's assume that Universal applied to you, and you

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granted the permit. You wouldn't have to ask the Secretary or anything else?

Well, I would assume that Universal --

Q If you wanted to authorize service on the Mall, you could just authorize service on the Mall, and as far as the transportation part of it was concerned, the Secretary would have nothing to say about it.

That's your position?

A No, sir. Our position is that there exists dual jurisdiction in parklands, and that anyone wishing to offer any transportation service there must have authorization from the Secretary of Interior to operate his vehicles on the park property, and he must also have a Certificate of Public Convenience and Necessity from the Commission.

O So even if there was no exemption, I mean, whether there is an exemption or not, the authority of the Commission is subject to the authority of the Secretary.

If he wanted to keep your permittee off the parklands, he could do that?

- A I would think so, yes, sir.
- Would it work the other way, too? 0
- Or the other way around, yes, sir.

This is specifically a situation where there has to be a great deal of comity between the two bodies.

Q Suppose the Secretary of the Interior, in order

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to take care of children who visit Washington, said, "We want a five-cent fare," and the Commissioners said, "No, we don't dthink that that is equitable. We want a ten-cent fare," and there was a clash there between the Commission and the Secretary of Interior. Who would prevail?

- A The Commission.
- Q The Commission?

A Solely because we feel that under this scheme of regulation for this metropolitan area, Mr. Chief Justice, the Commission has to fit every form of transportation into the overall program.

Now, I say this not lightly, because right now I am sure most of Your Honors are aware of the fact that we have literally hundreds of buses in the rush hour on Constitution Avenue, hundreds of them, and as a matter of fact, I wish some of those buses could make 10 miles an hour in the rush hour.

But to set another large mass transit system -- and this is what we are talking about; we are not talking about running one or two or three articulated vehicles; we are talking about the movement of thousands of people a day on these vehicles.

Now, suppose that the traffic conditions are such that we can't, that there has to be some inter-scheduling of this service, that there has to be some accommodation made.

Now, if the Commission does not have jurisdiction overall, the Secretary says he is going to run this service, and the bus carriers say, "We are going to run this service," and we are in an irreconcilable position, who is going to make the distinction?

Q Does the Secretary of the Interior propose to have this service run on the highways of the city?

A Sir, they can't run anywhere else. Every single street that they have talked about in this initial service -- and I remind you, sir, that it is initial service -- operates over a public street in the District of Columbia.

I don't care who owns it, whether it is owned by the Park Service, and maintained at least by the Park Service, or whether it is owned, maintained, and policed by the District of Columbia, it is a public street, and everybody is out using it.

- Q You mean whether it is in or out of the park?
- A Yes, sir. And the service that is operated today, down on the Mall today, is on a public road.
- Q He isn't about to run these buses on Constitution
 Avenue?

A My understanding is that it is running on Constitution Avenue, and will run.

How else can it run? It has to turn around down at the Capitol, and run back up, Mr. Justice White, and they

are also talking about running --

Q You think the issue that Mr. Fortas raised with counsel a while ago is really here, whether or not the Secretary has the authority without consulting the Commission to operate this service over District of Columbia streets?

A Yes, sir, very much so.

Q I didn't know that.

A The service that is being operated today,

I think without question, is in the Secretary's mind, the very
minimum of service that would be provided. Unquestionably,
he will want to extend the service to the Union Station

Visitors' Center.

Unquestionably, he will want to run the service up around the Capitol.

Unquestionably, he will want to run it up around the White House.

Q What is the issue that is here?

A Because any decision you make here, Mr. Justice White, is going to be just as applicable tomorrow, when the service is extended another block, or another two blocks, or across the river to Arlington Cemetery, or down to Mount Vernon.

Q That may be true insofar as the construction of the exemption is concerned.

A Yes, sir, as that's the one the Commission is

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most worried about.

Q Yes, I know, but it wouldn't be true insofar as his base of authority was concerned.

A Well, Mr. Justice White, if you decide this question on the basis that the Secretary's legislative enactment says that he has exclusive jurisdiction, and we will not consider any other legislative enactment, then, if you stop there, that would be one thing, but I think you have got to take this one step further and say, "Is this service to be provided transportation?"

Now, I don't think there is any other conclusion that you can come to, other than that it is transportation.

This is what is going on, going to be going on, throughout the Mall area, is transporting people.

Q Well, I understood counsel on the other side to say that the only place that they went on the public highways was to go across 3rd and 5th and 7th, 9th, and 14th, something like that, across those streets.

They did not run along those, they crossed those streets, and that those streets were only public streets, subject to the regulation of the Department of the Interior.

Now, I wonder if I am wrong about that.

A That is what the United States stated to you, sir.

Q All right. Now, is that true, or untrue?

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I don't believe it is true.

That Act states as follows:

"The applicability of the rules and regulations prescribed and applicable to the Secretary is hereby extended to cover the sidewalks, the sidewalks around the public grounds, and the carriageways of such streets as lie between and separate said public grounds."

> What? 0

It is hereby stated and covered " ... the sidewalks around the public grounds, and the carriageways of such streets as lie between and separate the said public grounds."

Now, isn't that 3rd, 56h, 7th, 9th, and 14th, or whatever those cross streets are across the Mall? Doesn't it include those?

A That would include it to the extent, now, for example, that the streets are involved now, perhaps 2nd Street, 3rd Street, and 9th Street.

Now, the thing the Commission is worried about, Mr. Chief Justice, is that the rule you lay down here will also have to embrace transportation to Ford's Theater, to the White House, to the Visitors' Center.

Not necessarily.

Now, if you start talking about connecting streets between the Mall and the Visitors' Center, we have got a space of four blocks, five blocks, of all District streets.

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Q But these streets, as I understand, bisect the Mall, that some years ago did not bisect it, and the Congress, in order to take care of that situation, said that the Mall might be bisected, provided the Secretary of the Interior had control and jurisdiction over those streets.

> Yes, sir. A

But now it hasn't done that to the streets between the Mall and Ford's Theater, or between the Mall and the old Union Station, or any of those places, and if they want that, I suppose they would have to go and get statutory permission to do it, wouldn't they?

A I really don't know, Mr. Chief Justice, because they talk about such streets as lie between and separate public grounds.

Now, they are not referring to the Mall, here.

- Q Well, doesn't a street across the Mall separate the Mall?
 - Yes, sir. A
 - Well, then, it would be included, then.
- And there are perhaps seven or eight streets A which separate the Mall from the Visitors' Center.
- Q Well, they are not separating the Mall, when you have a street between it and the Visitors' Center.
- Yes, sir, but some of this operation is out on the D.C. streets, and not just going across.

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Q I didn't get that last statement. I didn't understand that last statement that you just made.

A If you will defer just a moment, sir, I wanted to get to my map I have here.

Q Yes.

A In the Appendix, on pages 16 and 17, appears the map, and it shows the service that will be run by Universal.

Q What page?

A On pages 16 and 17 of the Appendix.

You will note that the lines run, the arrows, down Constitution Avenue.

Q Is that Exhibit B?

A Yes, sir, Exhibit B.

The service contemplated will run down Constitution

Avenue from the intersection of Bacon Drive and Constitution

Avenue to 15th Street.

Now, that street, Constitution Avenue, does not appear to be a street, a sidewalk, or a carriageway that lies between and separates the Mall.

- Q That is what? Constitution Avenue, you say?
- A Yes, sir.
- Q It does separate the Government grounds, though, there, not just the Mall, but the Government grounds, because on both sides of Constitution Avenue on those streets are Government buildings.

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A Yes, sir.

And I also remind Your Honor that we have now in the rush hour several hundred buses going down that street, Constitution Avenue.

- Does this prohibit you from doing that?
- I really don't know what it is going to do to us, unless this transportation is subject to our jurisdiction, because one of the problems we have, and it is a great one today, is accommodation of vehicles on these streets.

Mr. Chief Justice, you will recall that in one of the statutory requirements placed upon this Commission, which has never been placed upon a transportation regulation agency before, is the alleviation of traffic congestion on the streets of the District, through the regulation of the mass transit system.

And it could cause us considerable problems, but the biggest problem to come about is if this service is not melded in in an orderly fashion with the other service.

Q ! Is this route being used now by the National Park Service? Is this a correct representation of the route now being used by the National Park Service?

A No, sir. The service now being --

I said no, sir. You understand my answer is limited, my knowledge is limited.

To the best of my understanding, the service is not

operating up around the White House, around the Ellipse, today.

- Q Is it operating on Constitution Avenue?
- A Yes, sir, to the best of my knowledge.
- Q As shown on this map?

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- A To the best of my knowledge, it is.
- Q And is Constitution Avenue, where these buses run, speaking now of the new proposed buses, is that street under the jurisdiction of the Secretary of the Interior?

A I believe it is classified as one of the streets in which there is dual jurisdiction, that both the Park Service and the District police it and maintain it.

Q Is that the way it appears in the statute,
dual jurisdiction, or does the statute say that the Secretary
of the Interior shall have jurisdiction over it, and that
these other people who use it, use it in accordance with regulations of the Secretary of the Interior?

A Mr. Chief Justice, my recollection of the record is that this portion of Constitution Avenue that is shown on Exhibit B is owned and maintained by the District of Columbia, and not the Secretary of the Interior.

I could be wrong. It could be another section, but that was my understanding.

We feel that the language of Section 1, and that this case really must turn on the language of Section 1-A, and that language clearly defines the scope of the Commission's

jurisdiction, and that is that it is transportation, and embraces the person who engages in that transportation.

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Now, transportation is not defined in the Compact, but it is not given a restricted meaning, other than the general term.

I believe that the service that would be engaged in by Universal will be, or any concessionaire of the Secretary's, will be transportation.

As I said before, this legislation stated that Title II provides a regulatory law which is to be administered.

Section 1 defines the scope of the Compact, and the scope of the transportation coverage.

Section 1 does not say mass transit, or any other kind of specialized service, but used the term "transportation," which we feel embraces all types of transportation services.

That language is clear and unambiguous. Nevertheless, it is urged and decided below in the District Court that the term "transportation" does not really mean transportation, it means mass transit.

Now, the Court of Appeals quite obviously reversed that decision, and felt that transportation must be construed to mean simply all forms of movement by motor vehicle of people.

To reach the determination that it is mass transit rather than transportation per se, one must ignore, No. 1, the

plain language of the law; must ignore the legislative history; must ignore the historical concept of regulttion; and you must ignore previous decisions of the United States Court of Appeals for the District of Columbia.

See See

In each case, that Court said that this Commission's jurisdiction should be given the broadest construction possible, to embrace all forms of transportation.

It also conforms to the major principles of law that remedial statutes of the Compact shall be broadly construed and all exemptions narrowly construed.

The Commission feels it can't be argued or denied that the function under Universal's contract is Universal has performed a movement of people in motor vehicles.

This service is going to be operated on streets.

It is going to be operated on public streets, regardless of who is the owner and maintainer of that street.

It will be in a vehicle that will be owned by a private carrier, it will be driven by employees of that private carrier, and as the contract itself specifies, those employees shall be dressed so as to be distinctly known as Universal employees; not Park Service employees, but Universal employees.

Now, what happens when a man gets on at the end of the Mall to take a tour? He is not only getting in Universal's vehicle, driven by Universal's driver, he pays Universal

a fee, and that money then becomes Universal's.

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Clearly the act of any carrier, any common carrier in this country — this is the role that it performs, and that is the role that a utility carrier provides, whether that act is done for the general public, which is this case, here this is not a service for the United States; it is a service for the public.

Now, contrast that, if you will, with the USAC Transport case, in which the transportation being provided there was to the Federal Government itself.

Here the service is not being provided to the Government. It is being provided to the millions of people who will come down on to the Mall.

The Federal Government is giving up, or allowing a carrier to come on its property and operate to perform certain services that it requests, and would like to see performed for the public, and in turn, receives a percentage fee of the fares collected through the fare box of that contract carrier.

Now, today we have numerous carriers operating under contract with various governmental agencies, Department of State, Department of Defense, the Army, the Navy. In each case, those carriers have authorization from the Commission.

Now, that service is regulated insofar as the standard of service is concerned and insofar as fares are concerned We have not had one single conflict with those governmental agencies insofar as what service they want, and what service is directed and authorized by the Commission.

Not one single bit of difference.

And we submit, Your Honors, that this would be the case under this situation.

Thank you very much.

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MR. CHIEF JUSTICE WARREN: Thank you.

We will recess now.

THE CLERK: The Honorable Court is now in recess until tomorrow at 10:00 o'clock.

(Whereupon, at 2:30 p.m., the Court recessed, to reconvene Tuesday morning, October 22, 1968, at 10:00 a.m.)