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| Supreme Court of the United States

October Term, 1968

In the Matter of:

NATIONAL LABOR RELATIONS BOARD,

Petitioner,

vs.

GISSEL PACKING COMPANY, INC.
HECK'S INC.
GENERAL STEEL PRODUCTS, INC., AND
CROWN FLEX OF NORTH CAROLINA, INC.

Docket No. 573

Office-Supreme Court, U.S.
FILED

APR 7 1969

JOHN F. DAVIS, CLERK

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Place

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IN THE SUPREME COURT OF THE UNITED STATES

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17	Wedn	nesday, March 26, 1969.	
18	The above-entitled matter came on for argument at		
19	11:15 a.m.		
20	BEFORE:		
21	EARL WARREN, Chief Justice		
22	HUGO L. BLACK, Associate WILLIAM O. DOUGLAS, Associate Justice		
23	JOHN M. HARLAN, Associate Justice WILLIAM J. BRENNAN, JR., Associate Justice		
24	POTTER STEWART, Associate Justice BYRON R. WHITE, Associate Justice		
25	ABE FORTAS, Associate Ju	ISTICE	

THURGOOD MARSHALL, Associate Justice

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PROCEEDINGS

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MR. CHIEF JUSTICE WARREN: No. 573, National Labor Relations Board, Petitioner, versus Gissel Packing Company, Inc. et al.

No. 691, Food Store Employees Union, Local 347,

Amalgamated Meat Cutters and Butcher Workmen of North America,

versus Gissel Packing Company.

THE CLERK: Counsel are present.

MR. CHIEF JUSTICE WARREN: Mr. Manoli.

ORAL ARGUMENT OF DOMINICK L. MANOLI, ESQ.
ON BEHALF OF PETITIONER
NATIONAL LABOR RELATIONS BOARD

MR. MANOLI: Mr. Chief Justice and may it please the Court.

These cases, No. 573 and 691, are here on writs of certiorari to the Court of Appeals to the Fourth Circuit.

The Labor Act requires an employer to bargain with a union or a representative which in the words of the statute has been designated or selected by a majority of the employees in an appropriate collective bargaining unit.

For more than 30 years this Court and the Court of Appeals both under the original Act as well as the present Act have enforced Board orders which required an employer to bargain with a union which the employees had designated as their bargaining representative by means of authorization cards and the employer did not have a good faith doubt of the union's

majority status.

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The court below which in the past had accepted authorization cards as adequate proof of a union's majority status for purpose of a bargaining obligation under Section 885 of the statute now holds that these authorization cards are inherently unreliable and that an employer when he is confronted with a demand for recognition by a union whose representative status is based solely upon these authorization cards that the employer may assert a good faith doubt of the union's majority status, refuse to bargain, insist upon an election, and all of this irrespective of the fact that concurrently with his refusal to bargain, to recognize and bargain with the union as a majority representative concurrently with that action he is engaging in serious unfair labor practices which may either belie his reliance upon his good faith doubt or preclude a fair election.

Hence, the central question in these cases, and not only these two cases that are up here from the Court of Appeals, but also the Sinclair case which, from the First Circuit, which will follow these cases, the central question in these cases is whether the Board may require an employer to bargain with a union whose representative status is based solely upon authorization cards from a majority of the employees in a particular unit.

And the employer's concurrent misconduct at the time

that he refuses to bargain with the union on the basis of those cards, the concurrent misconduct, demonstrates that he is refusing to bargain with the union, not because of any assertive doubt of the union's majority status, but in order to gain time, in order to dissipate the union strength and avoid bargaining at all.

S

Q Is there a question about whether a subsequent election changes any of this? Do we have to decide that question?

A The Board's -- I think you are getting at what the Board calls a Bernel Foam rule -- in other words, if a union comes to an employer, goes to an employer and demands recognition on the basis of cards and the employer engages in unfair labor practice at that particular time the Board will nevertheless permit the union to go to an election.

If the union loses that election because of the unfair labor practice committed by the employer during the pre-election period the Board will permit the union then to go ahead under an unfair labor practice charge and on the basis of the cards demonstrate that it had a majority.

Q Do we have to decide that in this case?
These cases?

A You don't have to decide that in the Fourth

Circuit cases but that issue is present, however, in the

Sinclair case, the one from the First Circuit -- excuse me for

one moment. I take that back.

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In one of the cases here, in one of the cases here there was an election which the union ---

Q So we do have to decide that here?

A That question is here. That is right. And it is also in the Sinclair case as I recall it.

Now obviously in the time that I have at my disposal I will not be able to go into the details of all these cases here but I think I can fairly say that the factual framework in which this question arises in all three cases is not essentially dissimilar.

In each case you have the union which engaged in an organizing campaign among the employees and in the course of that organizing campaign it obtained cards authorizing it, unqualifiedly. There is no question about the cards. There is no ambiguity about these cards here which are reproduced in our brief, which unqualifiedly designated the union as their bargaining representatives.

In only one of these cases from the Fourth Circuit and I believe that is also true in the Sinclair but I don't want to get into that one, in only one of these cases was any question raised as to the validity of the cards in the General Steel case a claim was made that these cards were obtained by virtue of misrepresentation as to their purposes.

The Board on the basis of the entire record, upon

the basis of the evidence before it rejected that claim and found that all of these cards here, all of these cards here unqualifiedly designated the union as a bargaining representative and that there was no impropriety in the procurement of these cards.

A.

Now armed with these cards the union went to each of the three employers in these particular cases here and asked for recognition. The employer questioning the validity of the cards questioned the union's majority status, refused to bargain with the union and insisted upon an election.

Q Upon what ground did he question him?

A Oh, I think that it varied from case to case.

In some of them the employers in effect said we don't rely
on cards, we think they are unreliable because the circumstances under which they may have been procured.

In another case an employer said I don't think I should recognize you because four years ago there was an election in which this particular union had participated and it lost.

And still another case an employer said simply no comment. No comment.

And still another case the employer when asked to recognize the union on the basis of the cards said we think that you ought to go to an election.

And I think there is one case here where the

employer really never questioned the cards and his answer was no comment. And there seems to be some evidence in the record here that the employer actually knew that a majority of the employees had selected that particular union.

A

Q What is the Board's view of what the employer must say, what is the position that he must take before the Board that will recognize that he may insist on an election rather than to a card recognition?

A Your Monor, if a union goes to an employer and says to the employer we have cards here from a majority of your employees which designates us as their bargaining representative the employer may say — the Board has said this — the employer may say, "I don't like cards. I don't wish to rely upon cards and I do insist that you go to an election. I think that that is the proper way to resolve this question, this representation question."

If he does know more than that he may even engage -- during the pre-election period -- he may engage and make speeches to his employees.

Q That may not get him -- the union may just file 885 charges on him then?

A The Board -- the general counsel will not issue a complaint in that kind of a situation where the employer says to the union I don't wish to rely upon cards.

Q I don't care how many cards you have got, I

just don't like them. He can get an election then?

A That is right.

- Q That is what the position of the Board is?
- A That is right. As long as he does not misbehave.
 - Q As long as what?

A He does not misbehave, does not engage in contemporaneously with refusal to accept those cards, that he does not engage in unfair labor practices, serious unfair labor practices, because the Board in some cases where the employer may have engaged in some isolated unfair labor practice it still will permit him to refuse to bargain with the union. It is only when he engages in serious unfair labor practices.

- Q It certainly doesn't emerge from your briefs in this case.
 - A I hope they did.
 - Q Has this always been the practice, Mr. Manoli?
- A No, your Honor, I think the Board has changed that.
- Q It has been a long time since I have been at it.
- A The Board has changed a little bit in its approach to these cards, your Honor.
 - Q Quite a bit.

A But it has not been a recent change really, your Honor. I think that this began back some time in the early 60's. At one time the Board would take the position and incidentally I might say that we sold virtually all the cards with this proposition that an employer when a union came to him and said we want to be recognize on the basis of these cards, it was not enough for him to say I don't like the cards. He had to have -- or not enough for him to say that I have a good faith doubt in your majority status -- he also had to have some objective evidence which supported his good faith doubt.

Today the Board does not insist that when an employer is confronted for demand ---

Q Where is this articulated in the Board's opinion?
Somewhere, could you ---

A I think you have to take the Aaron Brothers case which is cited in our brief. And that one there has made it very clear -- and also you might take a look at page 22 of our brief where we indicated that it is not in every case even where the employer permits some unfair labor practice -- excuse me I am getting away from this thing.

Even where the employer may commit some unfair labor practice when he refused to accept the cards.

Q Well, is the key, Mr. Manoli, that he has no right or rather the Board will not recognize that he should

not be concluded by cards, except in situations where there is some kind of unfair labor practice that is connected with his refusal to ---

A Yes, that is right, where it is contemporaneous with refusal to bargain.

Q And even then his right to insist on an election is lost only, if I understood you, if his unfair labor practices are of a serious nature?

A Yes, sir.

(3)

Q And is that what this case is all about?

A That is what we think is the narrow issue as we see it as presented in this particular case, because I didn't get through with my facts.

Q Mr. Manoli, just so I can be sure that at this end of the bench I heard you correctly, the cards are obtained by the union?

A Yes.

Q An employer says I won't recognize these cards and he petitions for an election. No acts of -- no unfair labor practices. Now, what happens between the time that the union submits its cards and the time the election is held?

Does the employer have to bargain with the union then?

Or does he not?

A No, sir.

Q You are saying he does not have to bargain?

- A No, sir. He does not have to bargain.
- Q I did not get that either.
- A He can wait for the election and again I want to emphasize, your Honor, that, of course, this is the case in which there has been no misbehavior.
 - Q I said that. I said that, remember?
 - A Yes.

A

- Q I didn't understand that from your brief, either.
- A No, there is no obligation of bargaining. The union confronts with the cards and under the Board's view of the law the employer can say I want to go to election.
- Q He can get it any time he asks for it as long as he doesn't do any more than say I want an election?
- A Wants an election, that he doesn't wish to rely on cards.
- Q Can I ask you just a supplemental question to that?

Assume an employer hears that an organization campaign is going on and that employees, some employees are interested and are signing authorization cards.

- A Yes, sir.
- Q Does the employer have the same right in that context to speak or state his views about the union as he does if an election is ordered?
 - A Yes, he does.

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- Q
- He has the same right of free speech?

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He has the same right of free speech.

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- Q Then he can say just as much but no more than he can during an election?
- 8.

A That is right.

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Q That is the Board's position, too?

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A That is the Board's position.

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- Of course, what is free speech and what isn't free speech you will hear more of that in the Sinclair case.
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Q Yes.

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- A But he is and the Board will permit him to
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- them not to vote for the union, not to support for the union.

speak his peace to the employers who are trying to dissuade

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Q Or not to sign authorization cards?

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- A Or not to sign authorization cards, that is right.

 He can do that.
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- Q I don't like to keep repeating myself, but this
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- I think is quite important, Mr. Manoli, at least to me.

Now I correctly understand the Board's position to

That is correct. May I just add a very small

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- be that the only time that an employer is not bound to a
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- court recognition based upon cards -- in every other situation he is entitled to an election -- is that situation in which he
- 22,
- has been guilty of serious unfair labor practice?
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foot onto that kind of a case? It really doesn't -- but in

order to be completely accurate, the Board had a case in which the employer when the union demanded recognition on the basis of the cards, he did not question the cards, he did not raise any question about the union's majority, but he refused to bargain with the union because you see he thought that he was not subject to the Labor Act.

Subsequently as an afterthought you might say he said, "Well, I don't want to recognize you because I don't rely on cards." That is really an off-beat kind of a case but in that particular case the Board would not permit the employer, after having refused to bargain with the union on the basis that he did not come under the Act, would not permit him to resurrect or inject into the picture his good faith doubt of the union's majority status.

But as I say, that is a kind of an off-beat type of a case.

Q But the employer may say I don't believe in cards and I don't recognize the union until it is certified and then he may just sit there and then the union will ask for the election?

A Right. Either he or the union under the statute will ask for the election.

Q And the unfair labor practices which would affect this would apparently not be those committed before the union asking him to recognize, it would be unfair labor

practice afterward?

A No, there are unfair labor practices that may take during the course of the union organizing campaign.

Q But even if they didn't, if the first he ever heard of the campaign was when the union came into him?

A Yes.

Q And he said I want an election.

A Yes.

 Ω And then if he goes and commits an unfair labor practice why the same rule applies?

A The same rule applies.

If he commits those serious unfair labor practices then if the union has a majority of the cards which are otherwise valid he will be subject to a ---

Q Is there any magic in what words he says when he rejects him?

A No, I don't think so, your Honor. The Board has never had a case in which the Board just said well, when the union asked him to recognize him and say, "Go away," or said no more than that, or said, "Go away and I want an election," usually, of course there are cases where the employer says I don't trust cards, I don't thank they are reliable, I think we ought to go to an election.

But although the Board is not dealt with the first case I don't think that any meaningful distinction can

be drawn between the two.

outh

Q Well, in these cases here there is nothing on the language that was used in rejecting the cards?

A Sir?

Q There is nothing significant about the language in these cases that was used in rejecting the cards?

Is that right?

A Well, I think you would find without spelling out which particular case in which the employer did say we don't want to rely upon cards, we want to go to an election.

Q That is right.

A And another -- I think there were two of those cases -- there was another case here where the union actually put the authorization cards in front of the employer and the employer took a glance at them and said, "I don't want to go on the basis of the cards. I want to go on an election."

So as I say I wouldn't draw any narrow distinction as to whether the employer would be articulate enough to say "Well, look I have heard all of these stories about cards not being very reliable."

But if he simply says, "I want to go to an election,"

I think that is the way the union should establish its

majority status is by election, then I think the Board will

permit it. The Board will permit him to refuse to bargain

with that union to recognize him.

Q Or even if he said, "Don't waste my time, go to an election?"

A Yes, I think so.

A

Well, I think we have pretty much gotten the facts of these cases out so I won't spend any more time with that and I have already indicated what the Fourth Circuit's opinion is as to the unreliability of the cards.

Now, I wanted to go into the two arguments that I think ought to be brought out in connection with these cards.

Our analysis, of course, begins with Section 8(a)(5) of the Act. Section 885 makes it an unfair labor practice for an employer to refuse to bargain with a representative of his employees as defined in Sections 9(a) of the Act.

Section 9(a) of the act in turn defines a representative as one which has been designated or selected by a majority of the employees in an appropriate bargaining unit.

Section 9(a) does not specify how the employees will designate or select their employees and both under the original Wagner Act as well as the present act the Courts of Appeals have consistently recognized that a union could establish its majority status not only by means of an election but also by other means including authorization cards.

And this Court, in the Arkansas Oak Flooring case which was decided some nine years after the Taft-Hartley

Amendments of 1947 and I will come to those amendments in just

a moment, the court in that particular case said that a union may establish its election but that an election was not the only means for a union to establish its representative status but that it could do so by other means including authorization cards.

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Now the legislative history of the 1947 amendments on which the court below heavily rely for its contrary view, we submit, we suggest that it doesn't apply. It does not bar reliance upon the authorization cards and proof of the union's majority status.

I might say that the court below is the only one of the Courts of Appeals and practically all of the Courts of Appeals have had this problem, that the court below is the only one that interprets the 1947 amendments to bar the use of cards for the purpose of establishing a union's majority status as a predicate for a bargaining order under Section 8(a)(5) and it is the only court that has said that the union must establish its majority status as a predicate for a bargaining order only by the election route.

- Q May I ask you, Mr. Manoli, prior to 1947, prior to the Taft-Hartley Act there was no provision for an election at the request of the employer.
 - A That is right.
 - Q Am I right about that?
 - A That is quite right.

Q But was there in the old Wagner Act up until 1947 provision for Board supervised elections at the request of the union?

A Under the Wagner Act, the Wagner Act made no provision as your Honors indicate for an employer to file a representation petition. It was the Board's practice in those days to entertain a petition from an employer if two or more unions were making, demanded recognition, in that case the Board would entertain the election.

- Q Although there is no explicit statutory authority?
- A Sir?

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Q Although there was no explicit statutory authority?

A No, it made no provision. The 47 amendments did take care of that particular problem because under the 47 amendments an employer is permitted to file his representation petition whether it is one or more unions that are in this.

- Q The predicate for that, however, still there has to be a demand on theemployer by a union?
 - A Yes, that is right.
 - Q By at least one union.
 - A Right.
- Q And prior to 1947 was there explicit statutory provision for Board-supervised elections at the request of a union?

in Section 9 there which empowered the Board to ascertain whenever a question concerning a representation arose to determine that question either by means of an election or if I can remember the exact language of the Wagner Act or by other suitable means for ascertaining the employees and the 47th Amendment knocked that part of it out.

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By other suitable means and the 47th Amendment made a Board election the sole basis of formal Board certification.

And, of course, a Board bargaining order is to be distinguished from the Board certification which issues follows.

Q What was the practice prior to 1947? Were there many elections?

A Yes, there were. There were elections. I thought your Honor was going to ask me if the Board certify a union since all the suitable methods were also available to it that it often certified a union on the basis of something other than an election.

Q Well, you framed my question better.

A The Board did that until 1939, it would certify a union on the basis of cards or some other basis, usually cards, or some other written proof of the union's majority status.

In 1939 the Board abandoned that practice. But the Board, however, continued to serve by a union on the basis of

cards where the employer and the union both agreed to have a cross-check of the cards against the payroll in order to determine the authenticity of the cards and in that particular situation the Board continued after 1939 -- not many of those I would suspect -- I really don't know how many, probably not many but nonetheless the Board would continue to issue certifications on the basis of that kind of a cross-check where both parties agreed the cross-check was correct a certification was issued.

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Again, if I may come back quickly to the 1947 amendments, the 47 amendments do longer permit the Board certification to issue on anything but an election.

Q Mr. Manoli, let me just ask you one final question on that.

Assume the union representatives come to an employer and present some cards to him and say here we have a majority and the employer looks at him and says well, it certainly appears you have a majority and I have no question about the cards and it looks to me like you have a majority of the workers with you.

But I want an election.

- A The Board will permit him to go to an election as long as he does not misbehave.
- Q The test you state in your brief is whether or not the employer has a good faith doubt about the majority

status of the union and that unfair labor practice is only a material element in judging whether or not he had a good faith doubt.

Now you are stating a considerably different rule now.

Don't you think the rule you are stating is different?

A No, I think it is the rule that we have indi-

cated. It is the Board rule in Aaron Brothers.

Q But the employer says I have no doubt at all about your majority status. I have no good faith doubt. But I just want an election.

A Let me put two different type cases in order to answer your Honor.

Q How about that one, just that one? The employer does no more than that and he says I have no good faith doubt that you have a majority there but I am not going to recognize you without an election. I want an election.

A Is he saying -- if I can put the question in return -- is he saying, I have no doubt, I have no doubt that you have cards here signed by a majority?

Q He says I have no good faith doubt.

A I have no good faith doubt that these cards have been signed by a majority of my employees but I still don't like cards and I want to go to an election.

Q He doesn't say I don't like cards. He says I

want an election.

No.

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A I think in that kind of a case the Board will permit him to go an election.

- Q Will permit him?
- A Yes.
- Q And they will not in that event say that he has been guilty of 8(a)(5) violation?
 - A That is correct.
- Q That seems to me a considerably different thing than you have in the brief but you want us to accept it, though?
 - A Let me put this case ---
 - Q Right? You want us to accept the statement?
 - A Yes, that is right.

Let me put this case -- suppose that the employer when faced with these cards he would say, I have made my own independent check of the employees and I have discovered from my own independent check of the employees and independently of your cards that they do want you as their bargaining representative.

Now in that case there he will be required to bargain with the union even though he may not engage with any unfair labor practice. I want to make that clear.

Even the Fourth Circuit in that kind of a case would enforce a bargaining order where the employer has made his own independent poll of the employees and on the basis of that the

employees have told him, "Yes, we want this union," the majority of them. Then even the Fourth Circuit ---

Q You mean if he has a mass meeting of the employees and said, "Do you fellows want this union?"

And unanimously they say, "We sure do."

Then he has to recognize?

A That is right.

day

Q Well, you draw the line then between him saying that I have no good faith doubt that these are the signatures and him saying that I have no doubt that you do represent a majority. You draw a line between those two?

A If he says yes, I think you would draw a line between those two.

Q If he says I have no doubt that these are the signatures of 51 percent of my employees and I have no doubt that 51 percent of the employees wants you but I still want an election?

- A Put that way he cannot insist upon an election.
- Q You say he can or cannot?
- A He cannot insist upon an election.

Because there he is not merely saying in the case
Mr. Justice Marshall has put to us he is not merely saying I
know you have got cards here but he is also saying that he
knows, he knows independently of the cards that a majority
of the employees have designated that view.

Q But his only evidence of whether he knows or not is the cards?

A Yes.

- Q He can have the election?
- A Yes, that is right.

Now, to go on with the legislative history, as I have indicated the courts that uniformly interpret both the Wagner Act and the Taft-Hartley Act to permit the use of cards for a union to demonstrate its majority, its majority status, 47 amendments did not change either Section 8(a)(5) which was 8(5) in the original Wagner Act or Section 9(a).

In fact the legislative history of the 1947 amendment shows that the Conference Committee specifically rejected the House-passed amendment which would have relieved the employer of any obligation to bargain with a union which based its majority status on cards.

Congress specifically rejected that proposal which would have amended Section 8(a)(5) so as to permit the Board to issue a bargaining order only where the employer was either refusing to bargain with a union that he was currently recognizing or a union which had been certified by the Board after an election.

Congress, as I say, rejected that amendment, and retained the language of Section 8(a)(5) and Section 9(a) which from the very beginning of this statute had been covered both

by the Board and by the Courts as permitting the use of cards to establish a union majority status.

A

The 1959 amendment when there was discussion, when there was the legislative consideration of the 1959 amendments, Congress again took note of the fact that the bargaining obligation, Section 8(a)(5), that the issuance of a Board bargaining order was not dependent upon a Board election.

It took specific note of Board cases where the Board had required an employer to bargain with a union whose representative status was based on cards and where the employer had engaged in misconduct which belies good faith doubt,

Nonetheless, the 1959 Congress did not amend the basic language of Section 8(a)(5) or Section 9 which as I repeatedly have said is the basis for the use of cards as a means for establishing a majority position of the union.

Now it is argued very strongly that cards because of the circumstances that may attend their procurement are inherently unreliable and an election is the only proper way of safeguarding the employers and permitting them to vote their convictions.

I would think that the fact that the Congress must have discounted this argument when in 1947 it rejected the House-passed amendment which had relieved the employer of any obligation to bargain with the union whose representative status was based on cards.

Q What was the Board's practice at that time, at the time that Congress rejected that?

What was the Board's practice with regard to cards?

- A The Board has been using cards all along, ever since the beginning.
- Q I understand that there has been some shift in the subtleties?
 - A Yes, therehas.
- Q New officers and the grace notes of all this, I gather?
- A Yes. The shift has been I think primarily in this respect, that the Board originally would say that the employer had to come forward with some objective and evidence to support his good faith doubt.

Today the Board does not not insist that he come forward objectively with evidence. In fact the Board puts the burden of proving the employer's lack of a good faith doubt, puts that burden upon the general counsel.

Q What you are saying then, are you telling me then that in 1947 and in 1959 when Congress, according to you, rejected, in fact, on the use of cards, the Board's practice was at those times was to accept cards and require that the employer bargain on the basis of cards unless there was an affirmative showing of bad faith?

A Unless he had a good faith doubt based on objective consideration.

I would like to phrase it that way.

Q Unless he had a good faith doubt based on objective consideration. I withdraw bad faith.

A All right, sir.

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I am afraid my time is up. I have to leave the rest of it to the brief.

MR. CHIEF JUSTICE WARREN: Mr. Gore.

ORAL ARGUMENT OF ALBERT GORE, ESQ.

ON BEHALF OF PETITIONER FOOD STORE EMPLOYEES UNION, LOCAL 347

MR. GORE: Mr. Chief Justice and may it please the Court.

I am in the anomolous position of having come to this court to argue a case in conjunction with the Board with some slight differences and now in the position of having to take the position almost diametrical to that which has been argued today.

The statement of Board counsel in respect to the responses of respective questions of your Honora do not, in my view, suggest the rule that the Board is now following, nor do they suggest the rule that the law lays down.

The inherent interpretation that can be predicated upon counsel's responses to the questions is that cards are

unreliable because he argues as we do that there are two ways to gain recognition, there are two ways to impose a duty to recognize upon an employer, i.e., the route by way of the election and second, the route by way of authorization cards.

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Unambiguous, unequivocal signed by a majority of the employees, without restraint or coercion, it was this rule that was approved by Congress in 1947, it was this rule which has been approved by Congress in 1959, it is this rule which certain members of Congress have attempted to change unsuccessfully.

Packing the case in which we are the Petitioner, a majority of the employees signed clear and unambiguous cards saying I authorize this union to represent me for wages, hours and conditions of employment.

And when this majority of cards are tendered to the employer in one form or another and in the instant case they were tendered to the employer himself, not to a third party and they say here are the cards, we represent a majority.

At that point as we view the law, the employer is under a duty to recognize.

- Q When they say no, I want an election?
- A Your Honor, he may not say no, I want an election. What he may do under the inherent construction of the Act is to file for an election himself and then if he

engages in no conduct which in inconsistent with a free election, an election can be had.

Q You mean he may not insist upon the union seeking an election.

A That is correct.

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Q But he may himself say, "I won't now write the board for an election."

A That is correct.

Q Well, that is sort of twiddle dum and twiddle dee, isn't it?

A Well, no, it is not, because there is in labor relations the tremendous important factor of time.

Q Well, the employer, though, wouldn't necessarily get the election?

A Oh, yes.

Q Why would he get it?

A If the employer files a petition because the one amendment in 1947 that has some relevance to this case was the amendment in Section 9(c)(l)(b), and the way this came up was that Congress was concerned with the fact that a union may come to an employer and demand recognition and the employer was without any resource to do anything unless the union itself petitioned.

That the employer they said had to ride between Scylla and Charybdis, the Scylla of violating 8(a)(2), that is

recognizing the union when indeed it may not represent a majority and Charybdis of violating 8(a)(5) where they did represent a majority.

- Q Mr. Gore ---
- A If I may complete my answer, your Honor.
- Q Are you answering my question?
- A Pardon?

- Q Are you answering my question?
- A Yes.

To get him off of that, Congress the employer the right to file the petition and when that petition is filed that petition is processed by the Board. So he can't have his own election and he can't have it forthwith.

Q In the meantime, as I understand your submission, he is under a duty to bargain?

A Your Honor, at the time he files his petition he is not under a duty to bargain. Because that is the one exception that has been constructed into the Act by Congress.

earlier. As I understand it, what you are telling us is, in your view, the union comes in to the employer and although the employer may have no quarrel with you about the authenticity of signatures, no quarrel with you about the number of cards as representing a majority of the appropriate bargaining unit, nevertheless, the employer is not required to bargain if

instead he files his own petition with the Board requesting an election. Is that right?

A That is correct.

Q Now, I just don't see how much difference there is between you and what Mr. Manoli told us.

A Oh, the difference is vast. Because under the administrative rules of the Board, when the employer files a petition delays are not available to him like they are when the union files a petition.

He comes in and he must state with the appropriate unit is. He must state what his position is with respect to eligibility. He must state his position on all these matters and at that point the union can say, "Yes, we agree," and immediately you have no pass.

Whereas, the employer sits on his hands and says,
"You file the petition, whatever you say in your petition we
are going to disagree with, we are going to raise an objection
be it frivolous or not on the appropriateness of the unit,
you say who are the supervisors, we will object to who you
say the supervisors are," and under those circumstances,
under the rules of the Board in a no-issue case, in a no-issue
case, an employer has at least 45 days in a no-issue case to
go an election and in my experience we have had cases with
petitions filed that have gone beyond a year from the time
of the filing of the petition before an election is held.

A Your Honor, that is correct, with one ---

union unless and until the employer files a claim for a hearing.

- Q Now, wait a minute. Is that correct?
- A Yes.

Q Mr. Manoli says that when the union presents the authorization cards to the employer, if the employer says I don't believe in cards, and I refuse to accept these cards and does not engage in unfair labor practice, then the employer is not, is not under an obligation to bargain with the union.

A Yes.

- Q Then there has to be an election presumably on the petition of the union?
 - A That is his position, yes.
- Q Now have I stated the difference between the two of you correctly?
- A Yes, but the difference as you have stated seems small. Indeed they are worlds apart.
- Q I am not arguing whether it is small or not. Is that the difference?
 - A Yes.
 - Q And you are taking the position that what

Mr. Manoli told us is not reflected in the statute or in any Board decisions?

A That is correct.

Q That there are no decisions by the National Labor Relations Board that sets forth what Mr. Manoli has told us. Is that right?

A Yes. I see I have the red light.

MR. CHIEF JUSTICE WARREN: You may answer fully after lunch.

(Whereupon, at 12 o'clock noon the Court recessed, to reconvene at 12:30 p.m. the same day.)

AFTERNOON SESSION

(The oral argument in the above-entitled matter was resumed at 12:30 p.m.)

MR. CHIEF JUSTICE WARREN: Mr. Gore, you may continue with your argument.

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ORAL ARGUMENT OF ALBERT GORE, ESQ. (Resumed)

ON BEHALF OF PETITIONER
FOOD STORE EMPLOYEES UNION, LOCAL 347

MR. GORE: I would like to complete my answer to Mr. Justice Fortas' question.

Perhaps I was a bit presumptuous to suggest what the Board's position is of today. I have suggested what my views of the Board's decisions might be and what their position has been.

Unquestionably Mr. Manoli is in a better position to suggest what the Board's position is as of today than I.

- Q How about yesterday?
- A Yes, yesterday's position I thought I understood.
- Q Are there any cases that you know of which articulates the view that Mr. Manoli has?

A Well, the Aaron Brothers case that Mr. Manoli suggested articulates a view that an employer may refuse to recognize under certain circumstances when there are no unfair labor practices.

It also articulates the view that the employer has

a duty to bargain imposed upon him.

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- Q Unless he has a good faith doubt?
- A Even, yes, even when there are no unfair labor practices.

The Aaron Brothers case does not sustain, as I understand it, does not sustain a view that an employer can refuse to recognize blatently, a union which has been designated by the employees merely because he says he doesn't like cards.

I don't think that that is suggested in the Aaron Brothers case. Indeed if the Board takes that position it is my view that this is clearly contrary to the law.

Now, I think the mistake that is made is that somewhere along the line the Board has forgotten that we are talking about employees rights.

This court suggested that an employer may have the duty to bargain imposed upon him by authorization cards in the Arkansas Oak Flooring case. But it went much farther actually in the International Ladies Garment Workers Union against the NLRB which I generally refer to as the Bernard Altman case.

In that case there is a questioned violation of Section 8(a)(2). There the employer had recognized a union on the basis of authorization cards without checking the cards believing that there was a majority.

This court -- oh, I should add, and there was no question in that case, none whatsoever, but that the employer was in good faith in recognizing the union.

This court held that good faith did not satisfy prohibitive conduct. This court said that the employees rights were paramount. This court said that the employer has a duty when cards are submitted to it to countercheck the cards against payroll.

Q You are arguing that no matter what the position of the Board is that it is wrong?

A That is quite correct.

Q Well, I should think in view of the ruling in that case, it would be the employer's alternative duty to ask for an election.

A That is correct, and if it does not it has violated the law.

Q No, you told us just now that it could alternatively check the cards on its own.

A Yes, oh, yes.

It may check the cards.

Q But it doesn't have to?

A And if it checks the cards and finds that there is a majority it recognizes. If it checks the cards and finds that there is no majority it is not recognize.

Q Can he ask employees, "Did you sign this card?"

Q With a hand-writing expert?

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A No, with W-2 forms and many other things that they have. And then if there still remains a question he has a right to ask the employee.

Q Mr. Gore, did I understand your position that when the union comes in and says here are the cards, and the employer says, "Thanks, I am going to ask for an election."

No more. Then the employer is in good shape?

A The employer is in good shape if he does not engage in other conduct which is inconsistent with the free choice of the employees. This was an exception in this multi-faceted act that was imposed by Mr. Taft.

Q In that respect, Mr. Gore, do I understand you correctly, the employer doesn't have to do anything when the union comes with the cards if he wants to say, "No, I am going to file a petition for an election."

A And does forthwith file.

Q That is right.

And if he does that he doesn't have to check the cards, he doesn't have to do anything. He doesn't have to make any comment of any kind?

A That is correct.

If he goes forward and files for an election and under those circumstances the representation procedures of the NLRB are expedited. He does not have within his power to control delay. Under those circumstances a free choice of the employees, assuming again he does not engage in inconsistent conduct.

- Q Is there a time limit for the completion of proceedings on an employer's petition?
 - A No.
- Q Is there a time limit on the completion of proceedings on a union's petition?
 - A A fortiorari.
- Q And I take it you would say that the employer has the same right of free speech at that time pending the election?
- A Rights under 8(c) are protected at all times, yes.
- Q And he could, I suppose, say to the employees, well you may have signed these cards but you certainly made a mistake and we are going to -- and when you have heard the whole facts you will vote against the union?
- A I don't know that I would accept the statement that you have made a mistake. I think that he would have a right to tell the employees that you have a right to freely

choose in the election and you are not required to vote in accordance with the way you signed the cards.

Q Here is why it would be better to vote against the union?

A Oh, he would have a right to express his views again so that they do not contain within them veiled threats or promises of benefit which would affect the employees' free choice.

Q May I ask you a question to see if I clearly understand it.

A Yes.

Q As I understand it you take the position that when the employees give a card to the employer, he has a right under the law to say all right, I don't want to do this, I prefer an election.

A Yes.

Q He can ask for the election. The union doesn't have to ask for it. But he can ask to have an election and that after he asks for it you have an election in which you have the same rights of free speech on both sides as though the union had asked for the election?

A Correct.

Now I should add that this has been the view of the Fourth Circuit before Logan Packing and it was expressed in the Florence Printing Company case and Overnight Express.

there is between you and Mr. Manoli about who must initiate 2 this election in the circumstances of Mr. Justice Black's

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As I understood you, you said that it was then the duty of the employer to request election and I understood that Mr. Manoli thought it was the employees who should go forward demanding an election.

Now, may I ask about what, if any, difference

I understand that to be the position of the Board, yes.

You understand that to be the position of the 0 Board?

- Mr. Manoli, I should say. A
- I beg your pardon. 0

I understand that is Mr. Manoli's position that A there is not a requirement on the employer to file a petition under Section 9(c)(1)(b) to avoid a refusal to recognize.

Are there any decisions of the National Labor Relations Board pro or con on that subject in the past?

- This case. A
- I beg your pardon? 0
- A Gissel Packing Case.

The Board accentuated the fact and relied in great measure upon the fact that the employer did not file a petition under Section 9(c)(1)(b). I should, however, add

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that this case presents in addition numerous unfair labor practices engaged in by the employer, including discharges which were obviously inconsistent with a desire to give the employees a free choice.

But in this case they specifically talked about the failure of the employer to file a 9(c)(1)(b) petition.

- Why did they say it was his duty?
- A Pardon?
- Why did they say it was his duty? 0
- They said his failure to do this showed that he A was not in good faith, is the position that the Board took.
 - His failure to file?
- A Yes, the failure to file a 9(c)(1)(b) petition was an act of not in good faith. Now here, of course, is where we differ from the Board again. In that we do not think that good faith is relevant.
- Well, he has a right to file for an election doesn't he, which the Board couldn't knock him out of?
- He has a right to file for an election. That is correct.
 - Either one of them. 0
 - That is correct. A
- So why shouldn't he file it if he is not satisfied with the cards?
 - I think he should but he does not, your Honor.

and he does not because he gaines time by not filing. He gains time to engaged in all kinds of conduct, conduct which can be viewed as illegal, conduct which we never learn about.

Q Do you think it is crucial for us to find in this case whether the obligation in those circumstances in on the employer or the union to file for the election?

A I think it is crucial to find that when the employer does not file such a claim on the mere tender of cards, the majority cards, the employer has violated his duty and has refused to recognize and thereby has violated the employees rights in designating their bargaining representative.

Q And the only way he can relieve himself of that is to demand an election?

A The filing of a petition on his own, that is correct.

Q Yes. And you and Mr. Manoli are in distinct disagreement on that, are you?

A Apparently.

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Q Mr. Gore, isn't it possible to dispose of these two cases without reaching most of the questions you have been discussing, that is to say, as I understand it, in both of these cases the Board has found affirmative acts which the Board says constitute unfair labor practices.

A Yes.

Q Now, it is conceivable, I suppose, to decide

these cases on the basis that where the employer engages in affirmative, positive acts of unfair labor practices, then the employer is not justified in refusing to proceed to bargain on the basis of the authorization cards?

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A That is correct. Indeed it was that aspect of the case that I originally intended to address my attention to

Q Well, it is that aspect of the case that I got out of the briefs and then we heard a lot of things that started other discourse.

A Oh, thank you, if you will excuse me, I wish to save time for rebuttal.

MR. CHIEF JUSTICE WARREN: Mr. Jenkins.

ORAL ARGUMENT OF JOHN E. JENKINS, JR., ESQ.

ON BEHALF OF RESPONDENT GISSEL PACKING COMPANY, INC. ET. AL.

MR. JENKINS: If it please the Court.

Perhaps it would be helpful to the court having heard this general discussion of the principles involved in the issues in this case if we take Gissel as an example from a factual standpoint and see how the application of these principles came up with one little sausage maker back in hills of West Virginia.

Back in the early 1960's, about '61, this union started a massive organization campaign in the retail food industry there and it attempted to organize the Logan Packing Company, the Gissel Packing Company and many other companies.

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Petitions were filed, cards were taken up and the union claimed it had a majority of the employees and in 1961 the National Labor Relations Board came in and pitched its tents on! these company premises and ordered the employees to vote without the president of the company hanging over their shoulder or without the union organizer hanging over their shoulder in a free expression of their wishes.

- Q On whose petition was that?
- A Upon the petition of the union.
- Q Of the union.

A And when this occurred and the union having represented as it must of necessity that it had a majority because it had demanded recognition before that in these cases, the employees in all of these companies rejected the union.

Three or four years passed, and the union was still under great pressure from its main clients, A&P, Kroger and the big chains to organize this industry.

This was no spontaneous rising of union interest of the employees in this company. They started in with the new technique which the Board had developed for them that is on trial before this court today, the authorization card technique.

And in January of 1965, they contacted Gissel, my client, and said we represent a majority of your employees.

Bargain with us or we will file unfair labor practices against you. We got some cards.

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They knew these cards were unreliable. They knew the propensities of this union to overstate its claim or its case of representation.

Now Gissel people had been down this road before.

Q Had there been cards back in 1961?

A There had been cards submitted by the union to the Board as a prerequisite to getting the election. There had not been authorization cards as I understand it submitted to the company, your Honor.

And so the company immediately responded to this request and they said this: We don't have any confidence in these cards. Secondly, why not let us get this thing settled properly by a fair and honest election and wrote the union a letter and asked them to petition for an election.

Now it is an act of complete futility for an employer in these circumstances to file a petition for election. We did it in Sehon Stevenson. It was refused. We did it in Davis Wholesale. It was refused. We did it in the Logan Packing Company and it was refused. In Gissel the company wrote a letter to the union and invited them to file the petition.

Q Mr. Manoli says that when the employer asks for one they will get it. Did you understand him to say that?

- A I certainly did and it is most enlightening.
- Q You did ask and you didn't get it.

- A We asked time and again and we did not get it.
- Q In this case?

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A No, sir, in this case we decided to try a different tact. We thought maybe the union has more persuasive authority with the Board than we do, let us write the union a letter and suggest a quick consent election and maybe if they petition they can get it because this is what we want.

Of course, they didn't want an election. They knew they didn't represent a majority of these people.

- Q Why didn't you file it anyhow and take a chance?
- A Well, we thought it was a futile act, your Honor, and in Logan Packing Company we did file the petition and it was thrown out and in Davis Wholesale Company currently in the Court of Appeals for the D. C. Circuit we filed it and it was thrown out.
 - Q Why was it thrown out?
- A They said you are going to have to honor those cards.
 - Q Isn't there anything more behind it than that?
- A Yes, sir. Yes, sir, there were collateral unfair labor practices of the company involved of supervisors of cthe company. Yes, sir.
- Q That might not make it necessarily a futile act for you to ask where there were none, would it?
 - A I don't know.

Q Had you been guilty of any unfair labor practices in this case?

A Pardon, sir?

Q Had you been guilty of any unfair labor practices in this case?

A The Board so found. Yes, sir. Coercive statements of some people, they didn't like the union, expressions
of the opinion, which the Board found were coercive and
unfair labor practice.

Q When did they find that?

A They found that as part of this case that is here now in which they found that the company had committed some other peripheral unfair labor practices and that it had a duty to bargain with the union on the basis of these cards alone.

Q That was on the cards issue?

A Yes, sir.

Q Did you ask for an election before that hearing was held on that unfair labor practice?

A The hearing, your Honor, was all combined in one hearing. The election and card question and the unfair labor practices were all in one hearing. We did not ask for an election. In this case we wrote a letter to the union when the demand was originally made for suggesting that they petition for an election in this case.

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Q That was the only way you asked for it?

A Yes, sir. You see, your Honor, we felt and we believe the law provides if you read Section 9 it never says in there that the employer must petition.

Q Well, it doesn't say it must, but it says he can, if he wants one.

A It is a right that he has but certainly his rights in the matter should not be determinative of whether he initiates a petition in the union; the union is the one that is asking for recognition. The Board had uniformally ---

Q The company is the one that is declining to give it to him.

A Pardon?

Q Yes, but the company is the one that is declining to give it to them.

A This is true. Then if the union then still wants recognition they have this avenue open to them to go and ask for an election if they want. We simply suggested to them in this case that they do this.

Q The Board found here did it not that your company had been guilty of unfair labor practice before any presentation of these signatures?

- A Yes, sir, they were on both sides chronologically.
- Q Pardon?
- A On both sides chronologically. Most of the

alleged unfair labor practices occurred subsequent to the dates on these authorization cards.

Q Well, they were told if they were caught talking to union men, you blankety blank things will go, didn't they?

Didn't they find that?

- A It was evidence to that. Yes, your Honor.
- Q That was before the cards were submitted?

A No, your HOnor, the cards were submitted and then the statements were made. I am not sure in my mind about the chronology of each of these incidents that you are talking about. They were all in relatively the same general period of time.

Q Did I understand you correctly to say that your client wanted an election?

A Yes, your Honor.

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Q But didn't want to ask for it?

A No, sir. We wrote a letter to the union asking them to ask for it.

Q But you knew you could have petitioned the Board, whether or not the Board granted it you had a right to petition for it.

A We had a right to petition the election. We did it in the companion cases. The Board refused it and so we decided in Gissel to simply suggest that the union do it.

Q And did you also realize that if you petition

and you continue these unfair labor practices you would be in deeper trouble?

A I do not think, your Honor, that the two are related to each other. You see there is a question of who is going to represent the employees. The whole structure of the labor law is to preserve the rights of the employees. They are not a prize over which a union and a company fights.

The question of representation of them and their freedom of choice is one thing to be dealt with by the Board and there an employer or a union's unfair labor practices are something separate and distinct from that.

Q But I understand that once you ask for the petition for the election you have all the freedoms of speech that anybody else has. Right?

A This is true.

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Q But you didn't. You didn't petition for your election and you did exercise what you thought was freedom of speech but what was actually unfair labor practice.

A We hope, your Honor, that the right of freedom of speech of any citizen of the country is not contingent upon him filing a paper with the National Labor Relations Board.

We think he has that right inherently God-given whether he files a petition or anything else.

- Q Despite what the law says?
- A Pardon, sir?

- Q Despite what the law says?

 A I do not think the law says ---
- Q What you really mean is that what you think is freedom of speech is one thing and what the NLRB thinks is the freedom of speech is another thing and what the law says is freedom of speech is a third thing.
- A We have our differences of what freedom of speech is.
- Q So you chose to take the other side instead of petition.
- A We did not think that the employer's rights of freedom of speech were conditioned upon him filing a paper of any kind with anybody.
 - Q Well, why did you file the paper with the union?
- A We wrote that to try to see if by this means we could get this question resolved promptly and fairly.
- Q Promptly. Would the union petition get faster action than the employers?
- A We had tried the employer petition and failed and so we thought we would try the union side.
 - Q You didn't try it in this case.
 You are talking about the other case?
 - A Yes.
 - Q YOu didn't try it here?
 - A No, this is true. But we don't think, your

Honor that an employer's rights of what his conduct is are dependent upon whether he initiates a petition or the union initiates a petition. Certainly not insofar as rights as fundamental as free speech.

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Q Mr. Jenkins, did the union in these other cases where you did file a petition for an election did the Board give any reason as to why that was not granted?

A It was a matter of Board policy and that is the only reason. It is a matter of Board policy that they want to merge unfair labor practices and representation questions together, confuse the two and not decide representation questions until unfair questions are determined.

Q That something is if that is very likely what they said to you.

A No, your Honor, that is my gloss on what they do.

Q Now what I would like to know is did they give you any reason and if so, what was that reason and then you may go ahead, of course, ifyou like with your gloss.

A What they said was, they wrote a letter and said -- let me go back in this case to make it clear again -- of course, we did not file a petition. In Logan we did. So I will have to answer you in terms of Logan and Davis and Sehon and all the others.

In those cases we filed the petition promptly. In each of these cases the union as soon as they got the petition

they didn't want an election so they filed the unfair labor practice charges. They know that by doing this, this automatically by the Board rule blocks the election and then in the next return of mail the letter from the Board office in Cincinnati comes back to us in Huntington saying the union has filed unfair labor practice charges against you; therefore, we are going to dismiss your petition for the election and that is all there is to it.

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It is their policy. They equate the two of these things you see together.

Q Mr. Jenkins, if, as I understand it, the reason you didn't apply for an election yourself here was because you felt it would be abortive to do it.

Now, if you have the right in this case to file for the election yourselves, would you feel that that was in accordance of the law and would protect your rights adequately?

A No, your Honor, I do not. I think it is a matter entirely of employer's discretion. There is nowhere in the law, No. 1, that says in order to get certain rights or to get certain protection an employer must file a petition.

Section 9 of the labor relations act says nothing about who has to initiate this. In fact the Solicitor General here says that it makes no difference who initiates the petition. Only counsel for the union takes this rather strange

view that it makes a difference that the employer under peril of being found guilty of the unfair labor practices must rush to Cincinnati and file this petition in order to protect his right of freedom of speech.

Q If you don't think it would make any difference why would you object so much to initiating the election yourself? You said you wanted it.

A We did not object to it. We simply didn't do it.

Q No, I say, why would you now in response to my question whether your rights could be protected in that manner? Why would you fight for the other position if it made no difference?

A Well, it seems to me that an employer's rights in this situation should not be dependent upon his filing a paper. Either he has an obligation under the law to recognize this union or he doesn't. And I don't see that his rights in this matter are dependent upon whether he files a paper or who files a paper.

What we are trying to get to is a speedy resolution and the problem is how we do it, over what these people really want.

Q But would you think though that the question of the employer's unfair labor practice before or after the presentation of the authorization cards, those unfair labor practices are relevant to deciding whether or not the employer

has a duty to bargain?

A I don't think that they are, your Honor. They don't prove a thing. This is the great assumption which goes without critical analysis in all of this.

Q Mr. Manoli says that the Board position is the employer may say I just don't like cards and therefore the employer may just refuse to bargain.

But I gather the position is that if he commits an unfair labor practice he does have the duty to bargain regardless.

A That is what he says. This is what the Board is saying apparently. But the two are two different animals. They are different things. Let me give you a for instance.

Q How could you ever have -- I suppose you would agree though that the unfair labor practices are a decent basis for avoiding an election.

A Yes, sir. But this presumes ---

Q Well, if you start permitting unfair labor practices prior to an election, or if you continue to commit them there isn't any way of getting a fair election?

A If the election, if the Board ---

Q So you take the next best thing, cards.

A No, your Honor. Cards even by the Board apparently now it is inherent in the Board's argument this morning that the cards are inherently suspect and unreliable.

Otherwise they couldn't justify an employer in rejecting them out of hand.

Q Well, yes, but if you haven't got any better way of doing it because the employer forecloses a better way what are you going to do then?

- A Well, let us take the show on the other foot.
- Q How about that guestion?
- A Yes, sir.

The employer refuses to recognize the union and then there are some -- and the Board says on the basis of cards alone you could assume, we could assume that you feel only 49 percent of the employees really want the union and, therefore, you are justified in refusing recognition.

Then let a supervisor of the company go out and make and make some coercive statements or let there be some other unfair labor practice and the Board says, oh, oh, something has changed.

Now you have added this other ingredient and this proves to us that you didn't really feel that there was only 49 percent, we now realize you thought there was 51 percent.

- Q Well, I take it you are willing to confine your statements to the 49 percent case?
 - A Either one.
- Q All right, let us say the 60 percent case where the employer says, yes you have 60 percent of the cards and I

have checked all of the signatures on these cards and they are perfectly valid. It looks like you have got it. But I still don't like cards. I want an election.

Mr. Manoli says the employer can have his election.

Then if he goes and commits any unfair labor practices, what
then about being ordered to bargain on the basis of the cards?

A Well, your Honor, what kind of unfair labor practices? Are they unfair labor practices ---

Q They are the kind that would void an election.

A But the problem is that in the Gissel case there is no finding of fact.

Q What about the unfair labor practices that would void an election?

A If they are unfair labor practices then they should order the election. If the union is not satisfied with the outcome of the election there is a procedure that where they can get to the very question that your Honor raises. That is, things the employer did made it an unfair election and therefore the Board can set it aside.

Suppose, on the other hand, the union commits unfair labor practices when they are seeking recognition. What happens then? Does the Board say we are not going to let you in for a year because you have made an election unfair or impossible because of your 8(b)(1) coercive acts? Oh, no, when the shoe is on the other foot, what does the Board do?

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The Board says to the Union, you post a little notice and say for 60 days you won't do it any more and then at the end of 60 days they go and hold the elction. You see it depends on whose ox is being gored.

I see that my time has expired.

MR. CHIEF JUSTICE WARREN: Mr. Hamlin.

ORAL ARGUMENT OF LEWIS P. HAMLIN, JR., ESO.

ON BEHALF OF GENERAL STEEL PRODUCTS, INC., AND CROWN FLEX OF NORTH CAROLINA, INC.

MR. HAMLIN: Mr. Chief Justice, if the Court please.

If I may I will first state the three or four things which are different about the General Steel case in the context of this combined hearing.

In General Steel the union lost an election. The result of the election was later set aside and the entire election proceeding dismissed.

Even though the Board had previously found and recorded in its order that a question concerning representation existed, a finding which would squarely place the case within Section 8(c) under which the Board concedes that it must hold an election in order to resolve questions of representation.

No new election has ever been held.

In this case the union was installed as in the other cases. But in this case it was installed after having lost a secret ballot election. In this case there were no 8(a)(3)

charges. No one was alleged or found. No individual was alleged or found to have been improperly discriminated against.

The Board installed the union based entirely upon alleged coercion by the employer and alleged failure in good faith to recognize the union upon demand. This much more is perhaps different.

In General Steel there was a demand by the union for recognition. But the union made no offer of proof whatever.

I do not want to be taken as conceding that that makes a difference in this case but I want the court to be aware of it.

I think it makes this much difference. Where the union fails to make any offer of proof of its position it indicates a lack of security on the part of the union in making its demand and is certainly something upon which the employer can rely in deciding whether he believes the union really represents his people.

- Q Mr. Hamlin, may I be clear on one thing.
- A Yes, sir.

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- Q There was a finding of unfair labor practice here by the Board wasn't there?
- A Yes, sir, there were indeed and certain ones of them, isolated instances by low echelon supervisors were not denied.
- Q Well, however that may be, I take it that your statement a few moments ago indicates nothing more than that

this particular type of unfair labor practices did not occur, nobody was actually discharged but the Board did find that there were other types of unfair labor practices?

A That is right.

The impact of that factor as I see it, goes to the extent of the unfair labor practice and if one is speaking of remedy goes to the question of whether or not a severe remedy can be justified in such a case which not only destroys the right of the employer to an election but destroys the right of the employee to an election.

Q Let me see if I understand the issue that you are tendering.

No. 1, and I suppose you are arguing that the compelling of an employer to bargain with the union on the basis of authorization cards is not justified by the statute in any event. Are you arguing that?

A I am arguing that the statute, I think I would agree with you as you have stated it.

Q No, you are not agreeing with me. I am trying to find out what your position is.

A I think I would agree with the formulation you made. I wish to qualify it to this extent.

I would not assert that there is never a case where the Board has no authority as a matter of remedy to order an employer to bargain. I do assert and I think the literature

is abundant to support it that authorization cards are far too unreliable a basis on which to go.

In destroying these rights which the Act was primarily set up to create ---

Q Forgive me for taking more of your time but I must endeavor to get a little sharper understanding of your position.

Do I now understand you to say that there are now some limited circumstances in which in your belief the Board may properly require bargaining with the union solely on the basis of authorization cards?

A No, sir.

Q All right, now, what is your position?

A I think there may be limited circumstances where the Board may properly order bargaining without an election. I think the evidence upon which the Board satisfies itself of union support by the employees ought to be much more than merely authorization cards, if it ever comes to that remedy.

Q For example?

A For example? Say on Stevenson which was one of the Fourth Circuit cases where the employer has satisfied himself independently that the union has a majority. I think I should agree.

The Fourth Circuit has suggested that where employer

unfair labor practices are sufficiently aggrevated that a rerun election with an expected fair result could not be held even applying the remedies which are available to the Board, that only in those circumstances should the Board impose bargaining without giving the employees an opportunity to express themselves.

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are you challenging it before this court? That is to say, that there are circumstances in which the unfair labor practices of such a character and are so pervasive as to justify the Board in requiring the employer to recognize the union and to bargain with it even though there is no election and even though, let us say, the basic evidence of union representation is the authorization cards.

Do you agree with that or disagree with it?

A I do not agree that the Board should be permitted to require this solely on the basis of cards in any case.

Q Even where there are unfair labor practices that are so gross and so pervasive as in the judgment of the Board and the Court to make the holding of a fair election impossible?

A I go along with the fair election impossible task. I am insisting, however, that the cards alone are not ---

Q I understand that. I am not trying to complicate this thing. I am trying to clarify it.

What I am suggesting to you is that your position

really comes down to urging this court to adopt a standard based upon differentiation, a qualitative differentiation, as to thetype and the fact of unfair labor practices.

That is to say, that some kinds of unfair labor practices which will make it all right in your submission to rely on the cards or other type of labor practices such as the ones involved in your case that you suggest do not provide a basis for justifying the use of the authorization cards.

A If I may expand on that, sir, I think I can state my position.

I had decided in my own mind that I did not wish to attempt to defend the hardest case if there is one where the Board and the courts would be justified in concluding that the employer had engaged in such outrageous practices that you could never within the reasonably foreseeable future reassure the employer and hold a fair election.

In that case I would be willing to concede that after the application of the Board's remedies to attempt to control this situation, if it is necessarily concluded that you still cannot reassure these people, perhaps there is a basis for further ---

Q Mr. Hamlin, as I understood here throughout the union's six months organizational campaign both before and after its demand for recognition the company's foremen and supervisors engage in extensive acts of coercion and

intimidation. Did the Board find that?

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A The trial examiner generalized to that extent, if you count up the instances in which he makes any specific finding of fact, you will find, of course, this is rough, I think about 13 employees involved out of a plant of 200, except for the anti-union speech which was made by this employer in which on the testimony of four men out of 200 denied by the employer he is said to have said, "If the union comes in I will negotiate and negotiate but I do not have to reach a contract with them."

And if you go out on strike I can, on his testimony,
I can replace you. On the testimony of three or four employees
said, "If you go out on strike, I have a right to end your
job."

That is the end of it. A very close line.

The speeches were based upon letters written to people, all of which passed muster with the trial examiner. The specific unfair labor practices involved a very limited group and only three or four of those were undenied.

- Q Were some of them threatened with discharge for engaging in union activities?
 - A They were alleged to have been.
 - Q It was the satisfaction of the Board wasn't it?
- A That is true. In four cases, I believe, and again there was some concession that one or two of those may

have been in jest. They were all by lower echelon supervisor.

One of whom by the time the election came had been demoted to rank and file status. Not for this reason. For lack of competence. We didn't even know about it until this came along.

There isn't time here to review the legislative history of this Act, of course. There hasn't been time on the other side. We feel that the legislative history supports the view that Congress intended to make an election the only means for a selection of a representative.

I think Congress intended probably more than I am here contending. The statement in the House report on Taft-Hartley recited a long list of what Congress regarded as deprivation of employee rights, to make their own selection.

Throughout the debate there are references to the desirability of an election and no one disputed that even the Senators who ultimately voted against the Taft-Hartley amendments were, as far as the record shows, agreeable to the election principle.

Section 8(c) was elaborately rewritten to provide for an election. The Board's authority to do otherwise was removed from 8(c). The Board's authority to determine a representative in an unfair labor practice proceeding was stricken out of 8(c) specifically so.

They had that authority before. It was taken out of the Taft-Hartley amendment. As far as I know the Board has

never reconciled that with its subsequent practice. The Board was already before Taft-Hartley, engaged in conducting elections. The Board had already decided that in most cases it would hold elections because it regarded elections as the reliable way.

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The Board had already invented its good faith test, for determining whether it was going to give an employer an election. There is nothing in Taft-Hartley, nothing in the debates that shows any intention on the part of Congress to confirm the Board's existing practice of counting authorization cards or to continue, nor to confirm the Board's existing doctrine of good faith doubt.

There is a complete absense of anything to support the Board's present position. It seems to me in summary it is perfectly clear from the Congressional history that the intention was to make a change.

Basically the Board is here defending the course of action which it was already pursuing. At that time it is contending that no change occurred in Taft-Hartley and the only piece of legislative history it hangs it on is the failure of the House bill amending 8(a)(5) to emerge from committee.

That, however, I think is readily explained.

Incidentally this legislative history is very well summarized in a brand new pamphlet issued by the Warden School of the University of Pennsylvania by MacFarland and Bishop. It just

came out in February or January.

The House bill, I was referring to the effort to amend 8(a)(5). The House bill had gone too far. Not only would the House bill have amended 8(a)(5) to require an employer to bargain only where there was an election, it destroyed the existing relationships based upon voluntary recognition and the minority protested against that.

The House report said this: "If an employer is satisfied that a union represents the majority and wishes to recognize it without it being certified under Section 9 he is free to do so as long as he wishes but as long as he recognizes it or when it has been certified he must bargain with it. If he wishes not to recognize the union or having recognized it stops doing so, stops doing so, the union may ask for an election."

Well that gave him a right to recognize today and withdraw tomorrow.

And I think Congress rightly agreed there is no legislative history to show just what thoughts went into this, when it emerged from the committee, rightly agreed not to go that far.

I believe my time is getting close.

Let me suggest this: There are tremendous disadvantages in a reliance upon cards. There is lack of anonymity for the employees. There is lack of chance for reflection. They have no chance to think it over and change their mind. There is a lack of chance to hear the other side. It is totally inconsistent with the Board's Excelsior Doctrine in which the Board is insisting that the employees be given a chance to hear both sides.

And consider this, when you do have an election and later set it aside under the Excelsior Doctrine the employer has been forced to supply the union with all this information about how to contact employees, where to reach them, giving the union every opportunity for coercing them if it can get to them, the Board has never adopted any system for policing these card solicitations.

Never.

Q There is no time limitation on the period over which these cards can be gathered?

A None whatsoever.

In the General Steel case one of the union solicitors admitted on cross-examination that he had personally dated over 50 of these cards before presenting them. That is at the very tail end of this record, in the final pages. He dated them.

Even though he was not the person who solicited them anyway.

- Q Are cards generally, as a matter of fact, dated?
- A They must be dated before presented as I

understand it. But customarily unions don't date them. A stale card is no good. The union does not want a card to look stale.

- Q Who says a stale card is no good?
- A In this proceeding there was very little evidence of cards being dated at the time they were signed.
 - Q Who was it that says a stale card is no good?
 - A Sir?
- Q Why is a stale card no good, under what provision of law?
- A I don't recall where the Board has drawn the line. The idea, of course, is that they are too stale ---
 - Q I understand the idea.

My question, is there any under Board decision or practice, is there any time limitation before which a card is ---

A Yes, I can't cite it to you. I think it is either six months or a year if the Board knows. But if the Solicitor is the one who gathers the cards, how would the Board ever know. The solicitor is the one who dates the cards.

Q Do you agree with the gentleman that preceded you that the practice of the Board is to dismiss an employer petition for an election of the union has filed an unfair labor practice charge?

A The practice of the Board is to refuse to hold

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erd.	any election if there is an unfair labor practice charge
2	pending by any party.
3	Q Until
4	A Until it is resolved.
5	Q Until it is resolved?
6	A Yes, sir.
7	Q And what if it is resolved against the employer?
8	A If it is one of the 8(a)(5) card check cases
9	and they order him to bargain based upon the 8(a)(5) charge
10	they will then dismiss the election petition and say he is not
11	entitled to an election.
12	Q If he has committed unfair labor practices in
13	the course of checking out these cards the court automatically
14	says there will be no election, you must bargain?
15	A That is right. And they will dismiss the elec-
16	tion petition at that point.
17	Q But if the union asks for an election they will
18	hold it?
19	A If the union asks for an election they will hold
20	an election.
21	Q And if they lose it, the employer will bargain
22	anyway?
23	A If the union asks for an election the Board will
24	hold an election. As I understand the rule, will not hold the
25	election in face of an unfair labor practice charge then
	pending. 71

Q Oh, I see.

But they will decide the unfair labor practice?

- A They will decide the unfair labor practice charge first.
- Q Well, if they do that they don't, they just order him to bargain if the charge is sustained.
- A If the charge is sustained the customary practice is to, assume it is an 8(a)(5) charge, a failure to bargain charge, the customary practice is to order bargaining and to take the position that there is no more question of representation.
- Q How does it come about that the union sometimes asks for an election ---
- A Loses it and then comes back? They do not file their charges although they know about them.
 - Q Oh, until after the election is over.
- A They do not file its charges until after the election is over. That is what happened here. There were no charges pending when the election was held.
- Q Well, of course, there is a six-month's statute of limitations on that.
- A That is right. The Aiello doctrine which formerly existed up until 1964 for a period of ten years, under that doctrine the union, if it knew about unfair labor practices had to make up its mind whether or not those practices

were sufficient to interfere with an election. The union was not allowed to go through a futile election knowing about unfair labor practice charges.

Q If there is a pending request for election but there are unfair labor practices pending, does it make any difference what kind of a charge the unfair labor practice charges as to whether or not they will go forward with an election? Does it have to be an 8(a)(5)?

A No, sir.

Q Just any kind?

A Any kind of an unfair labor practice charge brought by the union against theemployer pending the election will result in the elections being held up unless the union also files a waiver saying we won't use these charges to set aside the election. We would like to go on and hold it.

Q Let us assume they resolve the unfair labor practice against the employer and then will they order him to bargain automatically no matter what kind of an unfair labor practice charge it was or does it depend on whether the unfair labor practice charge might have tainted the election?

A If the election is held and the union loses, the election must be set aside before the Board will entertain an 8(5) charge.

Q Suppose there is a petition for an election.

The union files an unfair labor practice charge. Accept the

hypothesis that the charge does not necessarily bear upon the fairness of the election. As I understand the practice, the Board hears the charge holding any action on the election. Suppose it is found that the charge is sustained but that it is not conduct on the part of the employer that will interfere with the conduct of a fair election.

What does the board do then?

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A It goes ahead after there has been a chance to dissipate the effect of these unfair labor practices, it goes ahead and holds an election and that is what I am saying the Board ought to do in almost all of these cases.

Q I am just thinking of a situation that could happen some time.

You have competing unions in a plant and the employer commits an unfair labor practice by let us say demoting one of those opponents of one of the unions. But the union that gets the card is the other union and it is the one that then seeks recognition and the employer says no, I will have an election. And he does.

Then there is an unfair labor practice charge in connection with the demotion of the employee active for the union that lost out with the employee. You mean if they find in that situation that the unfair labor practice charge is sustained there will not be an election involving the other union?

A The election will only be thrown out where it is an 8(5) charge under which the Board ordered bargaining. If it is any other sort of charge, if it is an 8(1), 8(3) charge the Board will resolve that. It will require corrective action and will wait whatever length of time is necessary.

- Q Even in the situation that I hypothesized?
- A Yes, I think so.
- Q Then they will hold the election?
- A Yes, sir.
- Q They won't order him to bargain?
- A No, sir, not merely on an 8(1), 8(3) charge, and should not, I say.

I think the Board's remedies are ample to control these situations. The Board has the contempt power of the court at its disposal. It has a 10-J injunction built into the Act, at its disposal.

It need not destroy the employee's right to an election, or theemployer's right to an election, in order to control unfair labor practice.

I believe my time has expired.

MR. CHIEF JUSTICE WARREN: Mr. Holroyd.

ORAL ARGUMENT OF FREDERICK F. HOLROYD, ESQ.

ON BEHALF OF HECK'S, INC.

MR. HOLROYD: Thank you, sir. Gentlemen.

You have heard all of the confusion here about the

state of the law. In the minds of the experts here I think there is little wonder that my client when approached by a union in light of all this will say I have no comment.

And this is what he said.

Q What did he say, I have no what?

A No comment.

The union presents to a company and I think we have to be realistic about this, gentlemen. We can get up on the level that we like to speak and say that this is the way the law is and this is the way it ought to be but I think we have got to get down and put ourselves on the level of the employer standing there when the union official comes out of the blue and presents cards to him as to what should he do and what can he do.

And I think we also have to put a more -- more importantly I think we have to put ourselves in the position of the employee when a union official comes to his home and says I would like for you to sign a union card.

The employee says, for example, "Well, what is this all about?"

The union official says, "Well, we are trying to get in over the company."

Well, the employee says, "Has everybody else signed?"

"Yeah, most everybody else has signed."

So he signs his name. Or a friend next door comes

over and says, Jim, how about signing this for me. So he signs his name. The employee not fully understanding and in many instances not understanding at all what it is that he is doing, the Board through its rules have limited the evidence which can be presented in the appellate court in this regard because the trial examiners will not even accept evidence as to the motive behind the signing of a union card.

In most instances, absent that is, threats or coercion on the part of the solicitor of the card. So this is the basis of what we have, gentlemen. We have these cards that are signed under virtually any circumstances.

Q What objections would you have to Mr. Manoli's version of what the Board's position is? Where he says that the employer says no comment, I want an election. He needn't bargain, he can get an election when and as the union asks for it.

A Well, I am going to ask for a printing of the record in that regard from his remarks in presenting that to the next trial examiner that I have because that is certainly news to me.

Q Well, yes, I know but let us assume that were the Board's position.

A It is not the Board's position but assuming that it is ---

Q That is exactly what the Board would do in every

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case

A All right. Assuming that it is the position of the Board that if the employer is presented with a demand on behalf of the union and the employer says, "I don't think you represent a majority, I am going to file an election petition." I think this is perfectly proper.

Q Well, he doesn't even need to do that. He can say I am just not going to bargain with you and wait for the union to file.

A This is correct. This is what has been said that he can do.

Q Would this solve your problem?

A Sir?

Q Would this solve your problems? The kind you are talking about there?

A If the employer says Iam not going to do anything. I think this would solve the problem to an extent. I think this is not the answer, though.

I would like the court to give us some guidance as to what to do here rather than come up with negative expressions because we are out on the firing line here. And we don't know what really to do.

The union doesn't know what to do and the company counsels do not know what to do in this regard.

A client says a union man is sitting in my outer room. What do I do?

Q Well, doesn't company counsel know that the employer can ask for an election petition if he wants?

A Yes, sir, he should know. He should know that the employer has a right to ask for an election. But like Mr. Jenkins said, time and time and time again we have asked for these elections. The Board almost administratively rejects our petition. The union files an unfair labor practice charge so where are we? We have no right to appeal this administrative rejection on the part of the Board.

- Q Wouldn't you be in better shape if you did?
- A Would we be in better shape if we did?
- Q Right now.

If you had petition, would you be in better shape?

- A Would I be in better shape?
- Q Yes, sir.
- A I think not. No, sir.
- Q You think it is that hopeless?

A I think that there is no question in my mind in these cases if we had filed a petition for an election that the Board would have rejected the petition based on the unfair labor practice of the union which was filed shortly after the company conducted its investigations in the case to determine whether or not the union had a majority.

You have got to remember, gentlemen, in this one case, in the Heck's case, in the warehouse case, the union

came to the company, they had 13 cards and there were 26 employees in the bargaining unit said we represent a majority. They did not represent a majority and the Board so held.

Now the next day they came up and got another card and then sent a letter to the union without relating the fact that they had secured additional cards, sent a letter to the union or to the company said, confirming our conversation of yesterday or last week we demand recognition and bargaining rights.

Well nothing has come to the mind of the company which would indicate that the union had later secured its bargaining rights.

Now, one more point that I think is very significant, gentlemen.

And that is this matter of good faith. The mere fact that a company commits unfair labor practice before, during or after a demand for recognition in my judgment has absolutely nothing to do with his state of mind in declining to recognize a union on his doubt that the union represents a majority.

The union says and the Board says that if unfair labor practices occur after the demand he could not have had good faith when he denied it.

This doesn't make sense. Now if you want to punish the company for this, then this is all right. This is a

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punishment. But if you want to say that because he committed unfair labor practices he did not have good faith doubt, then gentlemen this is not sound reasoning.

Q How about if he immediately fires or discharges all of those who were active in the union?

A He could still have a good faith doubt that the union represents a majority and fire them, yes, sir.

Q In this case the day after the company was notified they fired the principal union worker, didn't they?

A They fired a man that the company was under the impression he was a supervisor. It turned out that the Board held he was not.

Q They also told other employees, did they not, that they would lose their bonuses and various other things if they persisted and they did take away at least one signature didn't they?

A Yes, sir.

Q Now you don't think those things bear on whether it is good faith or not?

A This is a good point, your Honor, because ---

Q I thought so.

A Well, when the union in this case made its oral demand for recognition it did not present a majority and the Board so held. So the good faith is bound to have been there because the fact was there. And nothing came to the

company as I say which would indicate that the union later mustered up another card to get it that one over one-half.

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But now, if you want to punish the company because of their subsequent unfair labor practice by throwing this plumb to the union, that is the employees and these are whose rights the National Labor Relations Board is supposed to be protecting, if you want to throw this plumb to the union as a punishment to the company, then, of course, this is one thing.

But merely to say that their subsequent unfair labor practices negate the possibility of good faith in the first instance to me is not sound reasoning at all.

Q Well, I suppose that the way you come out on this may depend in part on which proposition you stack with.

On the one hand it is possible to look at this problem on the assumption that the cards are valid and that they are operative and effective to require the employer to recognize the union unless the employer in good faith soubts that they are authentic.

Now that seems to be the position of the Board. In other words, they start with the proposition that the cards, authorization cards, are valid and effective unless there is some reason to challenge them.

The other way to look at it has been expressed on the other side is that the cards, you start with the proposition that cards are not affective and that it is only if the

employer does something that may make an election, the holding of a fair election in fact impossible. That the employer, only if the employer does something to make the election impossible will the cards then be given some vitality and life.

But as I understand it, the Board's position as expressed Mr. Manoli here is that the cards are effective to require their acceptance and recognition by the employer unless he in good faith doubts, unless he has some basis for doubting in good faith their validity.

And it is not just the effect of the unfair labor practice on the possibility of holding a fair election.

A Well, it would be my brief view and I see my time is up, that cards are valid for the purpose of nomination but they are not valid for the purpose of election.

Q That is what makes this particular ballgame because the Board disagrees with you.

A Yes, sir.

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this?

Thank you, gentlemen.

REBUTTAL ORAL ARGUMENT OF ALBERT GORE, ESQ.

ON BEHALF OF PETITIONER

FOOD STORE EMPLOYEES UNION, LOCAL NO. 347, AMALGAMATED MEAT
CUTTERS AND BUTCHER WORKMEN OF NORTH AMERICA, AFL-CIO

MR. GORE: Yes, I have just a few brief comments, I

Q Mr. Gore, is there any legislation pending on

1 Yes, I think there are at least one if not two A 2 bills. On authorization cards? 3 0 2 A Yes. Which would what, disallow them? No, no. In one case the Fannon bill would 6 disallow them entirely. The Javits bill would not disallow 7 8 them. What would it do? 0 9 I will give you a rundown ---A 10 0 Well, you don't need but ---11 It would honor authorization cards. 12 Provided? 13 And it would provide for an immediate election, 14 a forthwith election if the employer filed a petition, and 95 did not engage in unfair labor practice. 16 Is that what is at stake in ...this case? 17 No, oh, I should hope not. 18 Would you distinguish between the kind of unfair 19 labor practice that would vitiate the employer's request for an 20 election and authorize an immediate order to bargain based on 21 authorization cards? 22 I think first that that is a difficult thing to 23 do in an abstract way. Unquestionably in our case, taking the 24

Gissel Packing Case where you had men discharged for union

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activities that vitiates the right for a free election.

Where you have threats of discharge that vitiates the right for free election. Where you have threats of plant shutdown or abandonment if the union comes in, that vitiates the right to a free election.

These are all things that we have in the Gissel

Case so that as far as our situation is concerned I have no
question that under any rule, be it the rule adopted by the

Board or suggested by the Board ---

Q You would say that it is, that it would be the rare unfair labor practice that wouldn't vitiate the possibility of a fair election?

A That is quite right. As a matter of fact in our brief we suggest to the court that there are many activities engaged in by employers that are not unfair labor practices that still affect and vitiate a free election.

Unfortunately the law cannot be written which will be able to take care of all of these things because of the position of the employee vis a vis the employer, the life and death aspect of the employee.

Q Is this the rationale that you use to justify the order to bargain the vitiation of the election and the petition of theemployer and the order to bargain with the employer in the face of unfair labor practice, namely that the possibility of having a fair election is gone or do you

say you should go back and say this bears on whether or not there was a good faith doubt about the cards?

A Your Honor, I suggest that the law is that good faith doubt has nothing to do with it. That the obligation to bargain is written into the law by Congress arises from a presentation of a majority of the cards and a refusal to recognize, thereby brings in the obligation to bargain.

- Q You say that automatically that duty can be suspended by the employer filing a petition?
 - A That is right.

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Q Let us assume he does file it then.

A Under those circumstances it is when the employer engages in unfair labor practices which make a free election improbable.

Now, I would want to direct my attention very briefly to the comments of Mr. Jenkins. There was some argument as regards the record with respect to certain other cases with respect to what happens to petitions.

I would like to read to the court from a decision of the Fourth Circuit in the Sehon Stevenson case which was called to your attention and it relates to the petition.

It says as follows:

MR. CHIEF JUSTICE WARREN: You may have three minutes more. Your time was taken up by questions.

MR. GORE: The employer's petition for an election

was denied because of the pendency of the unfair labor practice charges. A hearing held on those charges resulted in findings of violation of Section 8(a)(1), (3) and (5).

This is indeed what the fact is. The Board will set aside a petition be it a union petition or an employer petition if the charges are valid. On the other hand, if the charges are not valid, the charges are dismissed and the Board goes forward with the election.

It is simple as that.

Q So the petition is really held in suspense, are you saying?

A As a matter of fact, the petition under Board rule is in some 90 to 95 percent of the cases held in suspension.

There are a few unusual cases. Pandit Terminals is one,

Marston Corporation is another where the Board has gone forward in spite of the existence of unfair labor practices.

Q And have the election anyway?

A Yes.

Q And this is without first deciding the unfair labor practice?

A They have gone forward, to make it clear, they have gone forward with the processing of the representation case, which they normally hold up and I do not recall the case where they actually held the election. I think they wait until the charges are resolved one way or the other before

the election is held.

But let me point out, in 90 to 95 percent of the cases the processing of the petitions is held up pending the processing of the charges.

Now, I think that we ought to note that in Gissel Packing andII think in Heck's -- I know less about General Steel Products -- the cases involve serious unfair labor practices, engaged in simultaneously, the request to bargain and the tender of cards.

In Gissel Packing several months before the union tendered the cards but when the company knew the union was on the scene the company threatened the employees with discharge if it found they had talked to the union agents.

This threat of discharge continued from before the organizational activity began and continued from its inception to beyond the point when the demand was made.

There was a crescendo which followed the demand of the union.

I would like to end by saying one thing. It is clear that the purpose of the law cannot be to restore the wrong doing to as good a position as he would have occupied before he engaged in such serious violations.

(Whereupon, at 1:55 p.m. the oral argument in the above-entitled matter was concluded.)