LIBRARY REME COURT, U. S.

## Supreme Court of the United States

OCTOBER TERM, 1969

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In the Matter of:

LOREN J. PIKE, AS SUPERVISOR OF INSPECTION, ARIZONA FRUIT AND VEGETABLE STANDARDIZATION SEVICE,

Appellant

Appellees

vs.

BRUCE CHURCH, INCORPO

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Place Washington, D. C.

Date January 13, 1970

## ALDERSON REPORTING COMPANY, INC.

300 Seventh Street, S. W.

Washington, D. C.

NA 8-2345

LIBRARY Supreme Court, U.S.

12 21 1070

Docket No. 301

MARSHAL'S OFFICE

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2	IN THE SUPREME COURT OF THE UNITED STATES
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4 5	LOREN J. PIKE, AS SUPERVISOR OF INSPECTION, ARIZONA FRUIT AND VEGETABLE STANDARDIZATION SERVICE,
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6	Appellant : No. 301
7	vs.
8	BRUCE CHURCH, INC.
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10	Washington, D. C.
11	January 13, 1970
	The above-entitled matter came on for argument at
12	11:10 a.m.
13	BEFORE :
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15	WARREN BURGER, Chief Justice EUGO L. BLACK, Associate Justice
16	WILLIAM O. DOUGLAS, Associate Justice
	JOHN M. HARLAN, Associate Justice WILLIAM J. BRENNAN, JR., Associate Justice
17	POTTER STEWART, Associate Justice BYRON R. WHITE, Associate Justice
18	THURGOOD MARSHALL, Associate Justice
19	APPEARANCES :
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24	
25	

RS

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1	<u>PROCEEDINGS</u>
2	MR. CHIEF JUSTICE BURGER: No. 301, Pike against
3	Church.
A	You may proceed whenever you are ready, Mr. Lee.
(3)	ARGUMENT OF REX E. LEE, ESQ.
6	ON BEHALF OF APPELLANT
7	MR. LEE: Mr. Chief Justice, members of the Court:
8	Presented for decision in this case is the constitutionality
9	of certain aspects of Arizona's Fruit and Vegetable Standardi-
10	zation Act. Once again we have a very important industry and
11	a very important statute of an important agricultural state.
12	I believe that the issues which are present in this case can
13	best be appreciated against the background of a brief
14	discussion of the nature and purpose of Arizona's Fruit and
15	Vegetable Standardization Act, and the history of
16	standardization acts in general.
17	Mr. Justice Brandeis reminds us in the Pacific
18	States Box and Basket Case, which is cited in our brief, that
19	standardization acts, that is, acts which prescribe standards
20	for certain types of containers of agricultural produce, are
21	among the earliest examples of the exercise of police power by
22	the states. The case that Mr. Justice Brandeis cites as
23	authority for that proposition is Turner vs. Maryland, an 1883
24	unanimous decision by this Court. There is some language in
25	Turner vs. Maryland which is not cited in our brief, but

which I believe definitely warrants the attention of the 8 Court, because it answers specifically one of the propositions 2 or one of the contentions raised by the Appellee in his brief. 2 C. The citation of Turner vs. Maryland is contained in our brief. It is 107 U.S. 38. This particular quote appears at page 57. 3 13 In that case, this Court ruled as follows:

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"The state may direct that a certain product while it remains in the bosom of the country and before it has become an article of foreign commerce or of commerce between the states shall be encased in such a package as appears best fitted to secure the safety of the package and to identify its contents as the growth of the state."

14 So that as early as 1883 this Court in a unanimous 15 decision declared that it lay within the police powers of the state to require that the produce of that state prior to the 16 17 time that it leaves the state be encased in a certain type of package, and that that package identify the produce as the 18 13 product of the state. Involved in that particular case was a standard container known as a hogshead for Maryland tobacco. and the statute required that the hogshead identify the 22 tobacco contained therein as Maryland tobacco.

23 The Arizona Fruit and Vegetable Standardization Act rests upon considerations similar to those which were approved 20 25 by this Court in Turner vs. Maryland. The record in this case

contains a discussion of the conditions which led up to the tin. enactment of the Standardization Act, and they are as follows. 2 Prior to 1929, when the Act was adopted, it was up to each 2 individual shipper within the state to set his own standards 4 both for the guality of the produce that he desired to ship, 23 and the type of container that he desired to ship it in, if he 6 shipped it in a container at all. Consequently the standards 7 adopted by some shippers were very high, and the standards 8 adopted by other shippers were not so high. It is abundantly 9 borne out by this record that it is of prime importance to 10 the success of the marketing of fruits and vegetables that 11 the shipper maintain a good reputation for shipping quality 12 fruit, but the record also bears out that it is not always 13 possible to maintain that reputation separate and apart from 14 the reputation of the district or the state within which he 15 produces it and from which he ships his product, particularly 16 where it is produced. 17

Conversely stated, if a state can acquire a good 18 reputation for a certain type of produce, that reputation will 19 inure to the benefit not only of the state as a whole, but 20 also each individual grower and shipper within that state. It 23 22 is not difficult to find example where states have been 23 successful in creating such reputations, such as Washington 24 apples, Florida oranges, Arizona grapefruit, and frankly we 25 believe Arizona canteloupes.

This then was the problem toward which the Fruit and Vegetable Standardization Act was directed. It set minimum standards for a selected number of fruits and vegetables, now 37, within the State of Arizona, and those standards had to be met by all shippers where the Act so provided. It also provided that they had to meet minimum standards not only of quality, but also of pack, and that it had to be packed in standard containers.

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The provisions dealing with canteloupes as they appear in the statute today are illustrative in this regard. As set forth in the statute, and the statute's relevant provisions are cited at the outset of our brief, the canteloupes must be mature but not over-ripe. They have to be free from mold, decay, sponginess, wilting, insect damage, and a variety of quality defects. But perhaps the most interesting provisions of the statute from the standpoint of this case are those provisions which deal with the individual pack and the appearance of the canteloupes within that pack. 18

It has been stipulated by the parties that a prime 19 purpose of the statute was to avoid deceptive packs or 20 deceptive arrangements. Deceptive arrangement and deceptive 21 pack are described similarly by the statute. They pertain to 22 that situation wherein the higher quality fruit is placed 23 toward the outside of the container, with the off quality fruit 24 in the center of the container, or the lesser quality fruit in 25

the center so as to materially misrepresent the quality of the entire container. That particular provision, of course, can only be enforced if the container itself, after it has been packed, has been inspected, and there are other provisions as to which this is also true.

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() You have cited some prior cases, but what would you suppose the justification is for a state saying, "You may not ship in bulk out of this state"?

A The answer to that question, Mr. Justice, in that lies the entire justification of the Fruit and Vegetable Standardization Act.

Q I know, but what if the fellow you say that to says, "Well, look, I am going to ship in bulk out of the state. It is just a few miles across the line, and I am going to pack them over there and say that they are packed in California."

A There are a number of answers to that question. They are the following. In the first place, if they are packed in California, they will not be identified as Arizona produce.

21 Q So you are not going to be hurt if they are
22 bad canteloupe.

A Yes, we are. There are three principal
canteloupe producing states. They are Arizona, California and
Texas. There is some value, or at least it certainly lies

1 within the state's prerogative to conclude that there is some 2 value to being known as the No. 3 canteloupe producing state 3 within the United States. If these canteloupes are not 4 identified as Arizona produce --

5 Q They won't be counted in your total crop.
6 A They won't be counted, that is correct.
7 Moreover, these particular canteloupes, and this is in the record --

9 Q This has to be the sole basis for preventing
10 bulk shipments where they are not going to be identified upon
11 being packed as Arizona canteloupe.

12 A No, sir, I submit it is not. There are 13 additional reasons. These particular canteloupes are as a 14 matter of stipulation in the record the highest quality of 15 any canteloupes that are produced within the State of Arizona, 16 and therefore we feel that the state is entitled to have those 17 canteloupes identified as Arizona canteloupes. This is the 18 basic purpose of the statute.

19 Q So again you want them identified as Arizona
20 canteloupes and added up so Arizona will get credit for these.
21 Of course, if they are bad, you don't want credit for them,
22 do you?

23 A Pursuant to that, let me proceed with the 24 example that you gave of canteloupes which are shipped in bulk 25 across the state line. They come from the field and are put

into a trailer. Everything goes into the trailer, good fruit, bad fruit. It is mixed all up.

Q By the way, do you have a regulation that says how far you may transport canteloupe from where they are picked up to the packing plant?

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No, sir.

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Q Do you know how far they are normally transported when they are picked up in the field? I suppose you could find that maybe they are carried twenty or thirty miles within the State of Arizona to a packing plant.

A That is possible.

Q At least as far as they are carried here across the state line.

A I would think that that would be possible. The point that I am about to make is that they can be carried a good deal farther. They go in and there has been no sorting of quality fruit from the culls, no sorting of one color from another color, and this as borne out by the record is also important. There is no sorting according to variety. Everything goes into that trailer. They are inspected, but they are inspected only for the purpose of determining the presence of pickle worm, which is a quality defect of canteloupes. They are given a pickle worm certificate indicating that they have been determined to be free of pickle worm, and that certificate is given to the California inspector on the

California side of the line. From that point, provided that 1 they meet the test, they go right on through the inspection 2 station presumably on their way to be packed. But Mr. Justice, 3 once those canteloupes leave the State of Arizona, there is 13 no way that we have of assuring ourselves that they will not 3 go right on through to San Diego, Los Angeles, San Francisco 6 or anywhere else, be sold in bulk lot to a chain store buyer, my. and when asked where did these canteloupes come from, the 3 answer comes back, Parker, Arizona. 9 What about the standards in California? They 0 10 sort of protect their people, don't they? Is there any 11 difference between the fruit standards in California and those 12 in Arizona? 13 1 A Yes, Mr. Justice, there are, and those are set 12 forth. 15 16 Q Which way do they operate? Are they higher 17 or lower than Arizona? 13 A The differences in the language of the statutes 19 would indicate the Arizona's standards are more demanding than 20 California standards. For example ---21 Q What interest does Arizona have in protecting 22 the people of California? 23 A None, Mr. Justice. Our interest just as in 24 the case. 25 Q Is in protecting the name of Arizona.

That is correct. Just as this Court said in Z 臣 Sligh vs. Kirkwood, the State of Florida has a great interest 2 in protecting the reputation of its citrus fruits. 2 Both California and Arizona proscribe serious defects A and both California and Arizona say it is a serious defect if 5 it affects the edible portion of the canteloupe. The G California statute stops at that point. The Arizona statute 7 goes on to say or if it affects the appearance, which 8 California says nothing about, or the shipping quality of the 9 fruit. The parties have stipulated that these matters of 10 appearance and shipping quality are factors which affect the the state reputation of the produce, but are separate and apart. 12 Do you accept the certificate of the 13 0 14 California inspectors if they want to ship these canteloupe back into Arizona for retail sale? 15 86 23 Certificate that what? 37 I suppose you have regulations to check on the 0 18 quality of imported canteloupes? 19 A Yes, but Arizona is ---20 You don't reinspect them, do you, when they 0 29 are shipped back into Arizona? 22 I am sure that we would not. A 23 Are you sure you would accept the certificate 0 24 of the California inspector if the California law meets what 25 you think is a reasonable standard?

Yes. I know of no such certificate, but that A 1 is beside the point if there were one. The point is this. 2 I would suppose that fully 90 per cent of canteloupes that are 3 grown in the State of Arizona are not marketed in the State A of Arizona. Arizona is a canteloupe producing state. Its 33 consumption does not anywhere near match its production. What 6 we are concerned about is the reputation, and preserving the 7 reputation that our produce has in other states where they are 8 in fact consumed. 9

Now, Mr. Abramson will tell you that they fully 10 intend to pack it in Blythe according to California standards. We feel that California standards are not exactly the same as 12 Arizona's, and therefore in any event we feel that it follows 13 inexorably from the proposition that Arizona has the right to 14 enact a standardization law, that it can enforce it through its own inspection officers. It need not rely upon the application of California law through California officers.

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Let us assume that the standards were exactly the 18 same today. We have no guarantee that those standards are 19 20 going to be carried out. We have no guarantee that California will not change its law tomorrow. We have no guarantee that 21 the California inspection officers are going to do their job. 22 Indeed, there is some difference. You can read it in the 23 statute. If a five per cent difference will make our statute 24 unconstitutional, would a ten per cent difference then validate 25

it? At all points, the conclusion is simply inevitable that starting from the premise which we feel is justified, as set forth by this Court in Turner vs. Maryland, Sligh vs. Kirkwood, and in the Pacific States case, we do have the right to prescribe these standard containers, and we have the right to enforce it through our own inspection officers.

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7 Now, the Bruce Church Company has said, "We intend to pack these in California." I have articulated some of the 8 reasons there is a problem with this. Even assuming that that 9 is correct, if this Appellee is allowed to ship them across the 10 state line in violation of the statute, we are going to have to let others, and we have no control over how those will be 12 sold or whether they will be packed in standard containers at all. The only way that we can assure that is to require that 14 before the produce leaves the state it is packed neatly in a 15 new clean container, arranged orderly, uniform in size, uniform in color, uniform in variety, so that when the grocer opens that box, he knows that he can take the canteloupes out of their box, put them on the shelf and they will make a nice neat attractive assortment, uniform in color, uniform in size, andup to quality that is guaranteed by the Arizona Standardization Act, and that is what is meant by standardization, and that is what we are trying to preserve.

24 O Does this record show whether when these 25 canteloupes are marketed in California or any other state they

are identified after the package is broken as Arizona Sec. canteloupe in supermarkets and so forth? 2 A Mr. Justice, this record does not show 3 anything on that, and I would think it would be a matter of 4 individual choice with the grocer. He might or he might not. 55 But you see, he is our customer, and so are the jobbers and 6 the wholesalers. They know that they can depend on the 17 stamp on the outside of these containers, "Arizona produce", as 3 meaning something, because it has been packed in accordance 03 with the Arizona standards. 20 How do you read the opinion of the District 0 11 Court? They did not say that these regulations were not 12 authorized by the state statute. 13 A I read the opinion of the District Court with 14 great difficulty. 15 It implied that. 0 16 It certainly did. 17 Z. Q To the extent that it did, we are not in a very 18 good position to disagree with it, are we? 19 A I know what you are referring to, Mr. Justice. 20 There are these positions that say that under normal 21 circumstances you give a certain amount of deference to the 22 District Court, but I would submit ---23 Q It is a little more than that. Ordinarily we 20. don't undertake here, do we, to review interpretations of 25

state laws?

2	A Mr. Justice, I submit that under circumstances
3	such as this, there simply is no way that you can read the
4	statute any other way. The canteloupe statute in its present
5	form says that all canteloupe shall be packed in closed
6	standard containers approved the state. I just can't read
7	that to say anything else than all canteloupes shall be packed-
8	Q Then I take it that the administrators had
9	not been obeying that law for many years.
10	A That is correct.
22	Q They administered the law over a long period of
12	years quite to the contrary, isn't that right?
13	A Yes, that is correct. There were individual
14	instances in which the administrators were not obeying the law.
15	Mr. Justice, the last time I was before the Court, I learned
16	that that particular principle does not invalidate a statute,
17	and we have cited Lassen vs. the State of Arizona on that very
18	point. At that time, Mr. Justice Marshall and I were co-counsel
19	in that case, and I think that has been adequately covered in
20	our brief. Mr. Pike knows that he did wrong. That may be a
21	matter of concern for the officials of the State of Arizona,
22	but it is not something that makes the statute unconstitutional.
23	I do want to reserve five minutes for rebuttal. I
24	understand that would still give me about five minutes.
25	I would like to treat just briefly the basic rules

of law that have been laid down by this Court which are determinative on this issue. One of them has already been mentioned in the case that was argued before us, and that is that the judicial function in applying the commerce clause to A statute which are challenged as allegedly violative of the commerce clause is a very limited one. The case of South Carolina vs. Barnwell Brothers clarified once and for all that the test under the commerce clause is the same as it is under substantive due process, and that under that test the judicial inquiry stops with a two pronged inquiry. No. 1, is there a legitimate state objective, and No. 2, is the state regulation reasonably anticipated to carry out that objective.

We submit that under other decisions of this Court both of those requirements are clearly satisfied. You have Sligh vs. Kirkwood, which is discussed extensively in our brief. It is the case in which this Court upheld the Florida statute prohibiting the sale of immature citrus or citrus which was otherwise unfit for human consumption.

Before you move on, you have repeatedly relied C 19 on three decisions, as I understand it. 20

> A Yes.

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Sligh against Kirkwood, Pacific States Box 0 22 and Basket. 23

Yes, and Turner against Maryland. A 24

> And Turner against Maryland I don't think is in 0

your briefs, either one of them. 1 Look on page 31. It is cited in Mr. Justice A 2 Brandeis' opinion in Pacific States Box and Basket. 3 An internal reference. A 0 A That is correct. After seeing the Appellee's 5 brief and reconsidering, I concluded we should have given it. 6 We gave it too short shrift. 7 0 A little bit more star billing. 8 7 That is correct. But these three cases, I 9 submit to the Court, clearly establish the legitimate interest 10 of the state. That is all we have to show, that the state does 11 have a legitimate interest in preserving the reputation of its 12 fruits and vegetables by setting these standards of quality 13 and of pack. 14 Now, the real issue in the case, the dispositive 15 16 issue in the case, is this, and arises in this fashion. The Appellee, as I read his brief, agrees there may under certain 17 18 circumstances be a legitimate interest in enforcing standardi-19 zation, but he says there is a qualifying consideration in 20 this case because in the context of canteloupes, they can't be 21 packed except in a packing shed. We agree that under present 22. technology they can't. Therefore, in the Appellee's view, 23 this case comes within those decisions of this Court which 24 have said that where it is the sole objective of the statute 25 to require packing to be accomplished in this state, that

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renders the statute unconstitutional under Baldwin vs. Seelig, Polar Ice Cream vs. Sanders, and so forth. And the Appellee takes one more step, as indeed he must, and that is to say that the purpose of the Arizona statute is the same, and that is to preserve the packing business for this state. So that really the ultimate issue, the dispositive issue between these two parties, is what is the purpose of the statute. Is it the purpose which has been testified to on this record? Is it the purpose that is set forth in the preamble to the statute itself? Is it the purpose that has been upheld by this Court in Sligh vs. Kirkwood, Pacific States, and Turner vs. Maryland? Or is it a purpose which will make it invalid?

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Once the case is viewed in that fashion; I submit to this Court that the answer is very clear, because this Court has made it clear in a number of cases, that it will not reexamine the wisdom of a state legislative determination, and that so long as there is a proper purpose that this purpose will be assumed to be the purpose on which the state legislature relied.

I need not recap those cases at this time. They are 20 set forth in our brief, and I believe that they adequately dispose of this contention. 22

Unless the Court has any further questions, I would 23 like to reserve the balance of my time. 24

MR. CHIEF JUSTICE BURGER: Thank you, Mr. Lee.

Mr. Abramson.

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ARGUMENT OF JACOB ABRAMSON, ESQ.

ON BEHALF OF APPELLEE

MR. ABRAMSON: Mr. Chief Justice, and may it please the Court, my learned colleague has stated that the dispositive issue in this case is the purpose of the Arizona law. What is the purpose? It has already been made clear what the purpose is, and this is to achieve credit to the State of Arizona for good fruit. The concern is not about receiving discredit for poor fruit, because in this case the poor fruit is going to be packed in other states. It is to receive credit for good fruit.

Q I did not understand his argument that way. I understood that he had two barrels to his gun, one to get credit for the good and to avoid the disadvantages of being credited with the bad if somebody sold bad fruits as Arizona fruits.

Mr. Justice, the argument of Appellant is 23 18 that Parker fruit is good fruit. He wants it to be labeled 19 as good fruit. This is the main concern. In his argument he 20 states this repeatedly, that it is to enhance the reputation 21 by identifying the fruit as Arizona fruit. The point I am 22 getting to is that the determining question here is not what 23 is the purpose of the Arizona law, even if the purpose is to 20 obtain credit, although this Court has never gone so far as to 25

permit what the Appellant seems to do here in furtherance of that purpose. Even to achieve credit we say is not an improper purpose. It is fine, we say, if one wants to do a good job and to get credit for it. But that is not the issue. The issue before this Court is how far may the State of Arizona go in trying to achieve this purpose.

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In order to achieve this purpose, the State of Arizona through the interpretation of the Arizona law by the Appellant is saying three things must occur. One, the packing must be done in Arizona; two, the packing must be done in a packing shed in Arizona; and in the context of this case, where the Church Company does not have packing facilities at Parker, and indeed cannot have such facilities because there are no railroad lines going in there, must construct packing facilities at Parker. To be sure, Appellant states the law does not in terms say you must do this, and therefore we can't hear you to complain, but this is the necessary effect of his order. In fact, the Appellant in its brief expressly states this, that this is the dilemma in which the Appellee finds itself, that in order to comply with the order, it must do these three things.

22 We submit that this goes too far in its encroachment 23 on the Federal concern with maintaining a free flow of 24 interstate commerce. We submit it is contrary to decisions 25 of this Court which we have cited, the shrimp cases in which

learned counsel has alluded to in his statement. We submit that this is the real issue. How far may the State of Arizona go in obtaining credit for good fruit, or in keeping out poor fruit.

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There has been no case cited by Appellant in which this Court has gone so far as to say that these three requirements may be imposed.

Q I thought the Sligh case certainly talked very much to that subject.

A Mr. Justice, the Sligh case involved a statute which stated simply that citrus fruits unfit for consumption shall not be handled. It had nothing to do with the question of interstate. It was purely a criminal statute, and imposed a penalty for the handling of such fruits. The Sligh case would have been a case similar to ours if the state in that case had said this citrus fruit must be packed in this state, but that was not the situation in the Sligh case.

Mention has been made of the Pacific Box case. This 18 involved a law of the State of Oregon which established certain 19 standard containers to be used for packing in that state of 20 raspberries and strawberries. An out of state manufacturer of 21 containers challenged this law, saying, "I want to come into 22 Oregon and sell my containers in Oregon." These were different 23 containers from those provided under the Oregon law. This 24 Court held that Oregon may within its right prescribe 25

containers. But that case did not involve the situation such as here. If the Oregon statute had said raspberries and strawberries must be packed in Oregon, this would have presented before this Court the same issue which it has before it now.

Q There is a factual difference that you probably cannot send raspberries in the bulk in truckloads. You have to have them in small containers. So that that issue would not come up there.

A We submit that the Pacific States decision was correct, your Honor, that a state may provide that where commodities are packed within the state, certain containers shall be used, but I submit again, Mr. Justice, that the statute in the Pacific States Box case did not state that the packing, the processing and packing of raspberries and strawberries shall be performed in the State of Oregon. Had it done so, it would have presented the same issue which we have here.

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How about Turner against Maryland?

A Turner against Maryland, I think this case gets closer. This was an 1882 case. Counsel for Western Growers has stated with reference to that case that it cited a long string of statutes. These were statutes in colonial times. Much has happened since 1882, advancements in transportation, processing, packing, handling, and of course this Court since that time has rendered decisions in Toomer vs.

Witsell, the Haydel cases, the Dean Milk case, and I think we are moving with the times. This Court has stated on numerous occasions that it will be guided by practical considerations. Mr. Justice White has already touched upon one point that I would like to make, namely, that the problem which brings us before this Court is one which exists in the border districts, which join the States of California and Arizona, that is to say, the districts along the Colorado River. Here the same climatic conditions prevail. Climate, weather, atmospheric conditions, it is not uncommon for the same grower to have growingoperations on both sides of the border.

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Now, the question was raised, what is the area of production. It is not too great, Mr. Justice, because the crops which are involved are of such a highly perishable nature that they must be taken out of the ground, processed, packed, and put in cars on their way within a matter of just a few hours. So the distance, you don't have the possibility of dealing in large distances. I would say a radius of 30 miles, 40 miles, something of that nature.

21 The Church Company, the Appellee here, has
22 operations on both sides, as you know. It has operations at
23 Parker under a lease with the Colorado River Indian tribes.
24 This is a distance of 25 miles from the border. It has been
25 doing its packing at Blythe on the California side, five miles

1 over on the California side.

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C Do you grow cantaloupe on the Blythe side? A Yes, on the Blythe side, and because these are growers who don't enjoy federal subsidies, whose production costs and transportation costs are among the highest in the nation, their success or failure depends on their ability to be efficient. This means to economize. So if a grower of this kind requires packing facilities, he will put them on one side of the line or the other, wherever they fit in with his operations. He is obviously not going to duplicate his facilities.

Now, the same situation exists at Yuma on the Arizona side, and at Bard on the California side. These are just opposite one another across the river a short distance of possibly five miles, and for years there has been transport of cantaloupe and other commodities from the California side at Bard over to Yuma on the Arizona side, where they have been processed and packed just as these cantaloupes have been at Blythe.

20 California, as you know, has a law very similar. We 21 can draw fine lines about particular words or sentences, but 22 basically they are the same. There is testimony in the record 23 that the California law and inspection, if anything, is more 24 stringent than the Arizona law, but we need not make an issue 25 of this. In any event, this has been going on from Bard to

Yuma for a long time. California has never raised a question. They have never attempted to stop this practice. They have reconciled it with their law. The State of California knows about this pending litigation,

Q When you pack Arizona cantaloupe at Blythe, are you required by the California law to say that they are California cantaloupes, or just that they are packed at Blythe?

A California, Mr. Justice, does have a law similar to that of Arizona which requires some identification on the container. The record shows that in this particular case, where the same containers are used both where packing is done in Arizona and in California, they have imprinted upon them, "Packed in Season in Arizona and California, Main Office, Salinas, California." This is where the main office of the Church Company is located.

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Q Packed in season?

A Packed in season in Arizona and California.

18 Q That is the label that you put on your Blythe19 packs of Arizona cantaloupe?

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That is on the crate, yes.

Q Why would you say Arizona, because they are
 not packed in Arizona?

A This is what appears on the crate, "Packed in
Season in Arizona and California". It indicates that packing
may go on in each state.

Q Isn't that what Arizona's Legislature is claiming, or by this statute claimed, the right to have Arizona products identified as such?

A In response to this point, Mr. Justice, T believe I should explain how these cantaloupes are marketed. Some question has been raised, I think possibly by the Chief Justice, as to whether these commodities are identified at the store level. They are not. These cantaloupes are sold by the growers to a small group of buyers who are present right there on the spot. They are there every day, they or their representatives. They are at the point of production, whether it is the packing shed or field. They are inspecting the produce. They know exactly where it has been grown. They know who the grower is. They are there to inspect the quality.

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Q Who are these buyers? Grocers?

A These are wholesale jobbers, they are receivers, distributors, but who have their representatives right there on the spot. They move from place to place as the harvests progress.

How about their customers?

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A Their customers are in turn receivers, car lot
receivers all over the country who receive these in car lots.
The sales are in car lots or truck loads. They are not sold as
individual packages. Eventually when they reach their terminus

terminal points throughout the nation, the distributors will then distribute them among chain stores, possibly, among retail stores. Once they reach the store, they are taken out of the package and put on a shelf. The housewife does not know where this cantaloupe has come from. If she likes it, if it tastes good, she will come back and buy it.

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Q I don't know how you can generalize that way on the state of this record. Certainly there are housewiaves who go into stores and having had a good experience, a favorable experience with certain types of fruit or other merchandise, will say, "Is this California or is it Texas or is it Arizona?" Now, each of those states has an important interest in protecting that, do they not? Isn't that what the Sligh case really was to a large extent about? And Turner, as well?

A The Sligh case, your Honor, if I may submit,
is a health and safety measure which seeks to prevent the use
of citrus fruits unfit for human consumption. It is not
directed to the question which has been raised by Appellant,
namely, the protection or the gaining of credit for good fruit.

Q Maybe that is what the record supported, but the courts seemed to go beyond that, because this Court said the protection of the state's reputation in foreign markets with the consequent beneficial effect upon a great home industry may have been within the legislative intent.

A It was to prevent the export of poor fruit. But the Appellant here does not stress this, but stresses rather the credit for good fruit.

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We have indicated also that the Appellant's order represents the reversal of long time practice. He states before this Court that he was wrong all of these years, that his conduct was unlawful. When he issued the order to Appellant he.gave no reason, no explanation. At no time has he stated whether his conclusion that he was wrong was the result of any decision, no mention of any such thing, but he says had he been properly advised, he would have done differently. Well, we have the State of California in the same situation. The State of California has never raised any question, and does not raise one at this time. It knows of this litigation. It has not sought to intervene in any way.

In conclusion, your Honors, we submit that in making this three fold requirement in consequence of Appellant's order, namely, that the packing be done in the State of Arizona, that this be done in a packing shed in Arizona, and that the Appellee construct packing facilities in Arizona, goes far beyond anything this Court has sanctioned in modern times. We submit that it is not the prerogative of the State of Arizona to say to a grower, "You must construct your packing plant in this state". This is an economic consideration which the businessman must make, where it is to his best advantage

to establish his facilities. We submit that the decision of 8 the Court below was fully justified both on the law and the 2 facts and should be upheld. 3 MR. CHIEF JUSTICE BURGER: Thank you, Mr. Abramson. 4 Mr. Lee, you have seven minutes. 5 REBUTTAL ARGUMENT OF REX E. LEE, ESQ. 6 ON BEHALF OF THE APPELLANT 7 MR. LEE: Thank you, your Honor. 8 The significant contention raised by Mr. Abramson, 9 and this of course has been at the heart of his position 10 throughout this entire litigation, is that the purpose of this 11 statute is to require the packing be done in the State of 12 Arizona. We simply assert that is not the purpose, and under 13 the well established rules of statutory construction in 14 constitutional cases as set forth on page 34 to 39 of our brief 15 Courts simply don't ascribe improper purposes to the statute. 16 The statute nowhere says anything about a packing shed. I 17 would point out to the Court that this statute deals with 37 18 different products, only one of which is cantaloupes. Most of 19 them don't have to be packed in a packing shed. Most of them 20 can be packed in the field, and we can inspect them there, and 21 that is fine. The concern of the statute is not the packing 22 be done in the state. The concern of the statute is that we 23 be able to inspect it in the pack in order to determine that 24 the statutory standards --25

Q Isn't that the effect of the statute? A In this case, Mr. Justice, that is correct. Q That cantaloupes have to be packed inside the state.

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There is no question in this case that that is Z. correct. So the question is where does it fall? Is it a Sligh vs. Kirkwood, Turner vs. Maryland case, or is it a Haydel case? I would simply point out that in Haydel, this Court concluded that there was no other possible reason for the requirement of packing within the state other than the sole requirement that they wanted to keep the packing business for themselves. Were that the case in this statute, it would be made applicable to lettuce, it would be made applicable to asparagus, it would be made applicable to cauliflower and the whole gamut of products. It is not. There is no requirement. The only reason that they have to build a packing shed is that they cannot pack except in a packing shed. So far as we are concerned if they want to pack underneath a shade tree, that is fine. We can then carry out the inspection responsibilities with which Mr. Pike is charged under the statute.

Now, with regard to Sligh vs. Kirkwood, I simply
thoroughly disagree that that was a health and safety measure.
I need not re-read the language that the Chief Justice has read.
That language is significant for two reasons. First of all,
it points out that it is a proper purpose to be concerned

with the state's reputation in interstate commerce, and secondly, it points out that as long as that could have been the legislative purpose, then the statute will be upheld.

Nr. Abramson, I understand his comments agreed that Turner vs. Maryland was against him, but argues that it is too old and therefore the Court ought not to follow it. Mr. Justice Stewart, so that you don't think I am totally incompetent in having missed it the first time around, let me point out that the language that I found which thoroughly resolves this comes at the end of a very long, long opinion. In order to save you the same problem, might I point out that is at page 57 of the United States Reports.

Finally, and in conclusion, and I won't need to use my seven minutes, this is an economic regulation. It is a regulation imposed by a state pursuant to its police powers and this Court has made it very clear, starting with Nebia vs. New York that there is a heavy burden which rests upon those individuals who seek to upset that police power regulation on the ground that it is unconstitutional. There is no Federal statute with which this is inconsistent certainly under this Court's decisions in Paul, and so forth.

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In conclusion ---

23 Q Before you get to your summary, has this 24 statute involving, as you suggest, many other products of 25 Arizona, been challenged in the state courts at any time?

A Never on these grounds, your Honor. There have been probably half a dozen at the outside pieces of litigation involving these statutes, and most of them have involved bonds that the shippers have put up, but nothing of this magnitude.

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Q None of the issues involved here. A None of the issues involved here have ever been passed upon by a state court.

It is agreed on all sides, supported by the record, supported by square holdings of this Court, that the State of Arizona has a legitimate interest so long as these fruits and vegetables remain, in the language of this Court, within the bosom of the State of Arizona, in requiring that they be packed according to the standards the State of Arizona has prescribed. Once you start from that premise, it is simply inevitable that the State has the right enforce those standards according to its own inspection officers.

The statutory standards necessarily involve matters of judgment, material misrepresentation of the entire quantity, uniformity of quality, uniformity of size, uniformity of color. These are judgment matters. We submit that the State of Arizona has the right to have these judgment matters resolved by the judgment of its own inspection officers, and not inspection officers of someone else outside the state.

In conclusion, when the case first came up, Mr. Pike

came to me and said, "What is this law, this federal law that our law viclates?" I said, "Well, Mr. Pike, it is the Constitution." He said, "Well, it is written in English, isn't it? Can't I read it?" I said, "Well, Mr. Pike, the Constitutions, you have to understand, have a wealth of decisions behind them." He said, "Nevertheless, it is written in English; let me see it."

I showed it to him, and he said, "Congress shall have the power to regulate interstate commerce." He said, "Has Congress passed a law saying that we can't have a standardiza= tion act in Arizona?" I of course replied that Congress had not passed such a law.

I think it is important to bear in mind, as I am sure this Court well knows, that in the absence of Congressional legislation, the judicial function is a narrow one, and we submit that this case clearly falls within the bounds of legitimate exercise of state police powers, and the judgment of the lower Court should be reversed. Thank you.

MR. CHIEF JUSTICE BURGER: Thank you for your
submission, Mr. Lee. Thank you, Mr. Abramson. The case is
submitted.

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We will recess now.

23 (Whereupon at 12:00 Noon the argument in the above 24 entitled matter was concluded.)