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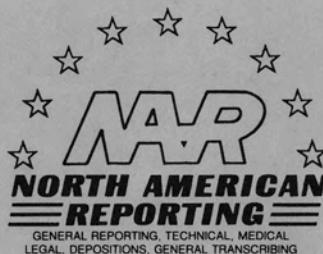
Supreme Court of the United States

NORTHWEST AIRLINES, INC.,)	
)	
PETITIONER,)	
)	
V.)	No. 79-1056
)	
TRANSPORT WORKERS UNION OF)	
AMERICA, AFL-CIO, ET AL.,)	
)	
RESPONDENTS.)	

Washington, D. C.
December 2, 1980

Pages 1 thru 53

ORIGINAL



1 IN THE SUPREME COURT OF THE UNITED STATES

2 -----:
3 NORTHWEST AIRLINES, INC., :

4 Petitioner, :

5 v. :

No. 79-1056

6 TRANSPORT WORKERS UNION OF :
7 AMERICA, AFL-CIO, ET AL., :

8 Respondents. :
9 -----:

10 Washington, D. C.

11 Tuesday, December 2, 1980

12 The above-entitled matter came on for oral ar-
13 gument before the Supreme Court of the United States
14 at 2:04 o'clock p.m.

15 APPEARANCES:

16 PHILIP A LACOVARA, ESQ., Hughes, Hubbard & Reed,
17 1660 L Street, N.W., Washington D.C. 20036;
on behalf of the Petitioner.

18 STEPHEN B. MOLDOF, ESQ., Cohen, Weiss & Simon,
19 605 Third Avenue, New York, New York 10158; on
behalf of the Respondents.

20 LAWRENCE G. WALLACE, ESQ., Deputy Solicitor General,
21 United States Department of Justice, Washington,
22 D.C. 20530; on behalf of the United States as
amicus curiae.

C O N T E N T S

ORAL ARGUMENT OF

PAGE

PHILIP A. LACOVARA, ESQ.,
on behalf of the Petitioner

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STEPHEN B. MOLDOF, ESQ.,
on behalf of the Respondents

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LAWRENCE G. WALLACE, ESQ.,
on behalf of the United States as amicus curiae

42

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P R O C E E D I N G S

MR. CHIEF JUSTICE BURGER: We'll hear arguments next in Northwest Airlines v. Transport Workers.

Mr. Lacovara, I think you may proceed when you are ready.

MR. LACOVARA: Thank you.

ORAL ARGUMENT OF PHILIP A. LACOVARA, ESQ.,

ON BEHALF OF THE PETITIONER

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

The issue in this case is whether an employer that has been held responsible for paying back pay under the employment discrimination statutes because of the wage differential among various categories of employees may serve a claim for contribution against the labor unions that, according to the complaint in the case, regularly bargained for and indeed demanded the preservation of that differential.

There are a number of issues that are briefed extensively by the parties and by the various amici curiae who have supported one side or the other. In my argument this afternoon I would like to touch upon three major themes. They are, in sum, first, that this is not an implied right of action case and that the discussion about the extent to which the Court should be implying rights of action where there is congressional silence is not an apt controversy here.

1 This is a question of developing a remedy to allocate
2 liability that already exists under developed legal doctrines.

3 Secondly --

4 QUESTION: I'm not so clear I see the distinction
5 for what you're saying. I mean, to say that it's a way of
6 developing a remedy for allocating liability, I mean, you could
7 pretty much describe implied cause of action that way, couldn't
8 you?

9 MR. LACOVARA: I think there are two fundamental
10 aspects of the implied right of action cases, as this Court
11 has been debating them over the past few terms that distinguish
12 them from this case. As Justice Powell's dissenting opinion
13 in Cannon, for example, makes clear, the implied right of action
14 cases involve an effort to invite the courts to create statu-
15 tory liability, monetary liability, where Congress has not
16 explicitly fastened liability on the defendant. Secondly,
17 those cases, as Justice Powell points out, necessarily involve
18 assertion of federal question jurisdiction over disputes that
19 would not otherwise be assigned by Congress to the jurisdiction
20 of the federal courts.

21 As I'll explain in this case, Justice Rehnquist,
22 what we have here is a claim that turns upon a premise that
23 Congress has already created the financial liability for
24 unions, that Northwest is seeking to share. So far it has been
25 ordered to pay the exclusive portion of the liability.

1 So this is not a case in which new liability is being created.

2 Secondly, this kind of allocation --

3 QUESTION: I wonder if that's a valid distinction,
4 because it has not expressly created liability on the part of
5 the union to the company.

6 MR. LACOVARA: But it has created liability to the
7 employees, and that's the --

8 QUESTION: Then, isn't it like Cannon and the
9 other cases that the question was whether the particular plain-
10 tiff could get recovery, not whether the defendant might be
11 liable to somebody else?

12 MR. LACOVARA: But, Your Honor, as I will explain --

13 QUESTION: And most of those cases assume that
14 there's some legal duty owed by the defendant to somebody.

15 MR. LACOVARA: Yes; what we have here, though, is a
16 situation in which, if both defendants had been sued together
17 -- that is, if the employer and the union had been joined in a
18 suit, or if the employer had been sued alone and had impleaded
19 the unions, there seems to be little question that under case
20 law that this Court has developed as well as cases in the lower
21 federal courts, that there would have been a right of alloca-
22 tion of that liability. That's what the lower courts have
23 held rather consistently, and in this Court in somewhat simi-
24 lar settings. This obviously is the first time this Court
25 has been called upon to decide this --

1 QUESTION: You mean there would have been the right
2 of contribution? You say right of allocation. There would
3 have been a right of contribution in that situation?

4 MR. LACOVARA: Yes. And the predicate for that
5 argument, Justice Stevens --

6 QUESTION: What is the case that holds that?

7 MR. LACOVARA: I am thinking, for example, of
8 Justice White's opinions in Czosek v. O'Mara, and Vaca v.
9 Sipes.

10 QUESTION: Court opinions.

11 MR. LACOVARA: Justice White's opinions for the
12 Court.

13 QUESTION: Heinz v. Anchor Motor Freight --

14 MR. LACAVARA: I'm sorry?

15 QUESTION: Heinz v. Anchor Motor Freight Lines.

16 MR. LACOVARA: Yes. These are cases in which the
17 Court has already said --

18 QUESTION: One of the more popular decisions.

19 MR. LACOVARA: I think it's an excellent decision.
20 These are decisions, though, in which the Court has already
21 said that where one or both concurrent tortfeasors are sued,
22 the courts have a federal common law responsibility to develop
23 remedies that will fairly allocate the liability according to
24 the relative degrees of fault. That assumes that there is
25 existing liability under some doctrine of law. I shall attempt

1 to demonstrate that in this kind of case liability for unions
2 for the conduct alleged here is clear under Title VII. No one
3 disputes that the unions have that Title VII liability. I can
4 also attempt to demonstrate and, I hope, persuade the Court,
5 that unions also have liability for conduct that violates the
6 Equal Protection Act. Their own duties --

7 QUESTION: Equal Pay Act?

8 MR. LACOVARA: Excuse me, the Equal Pay Act, for
9 conduct that violates their own independent duties under the
10 Equal Pay Act.

11 So, that's the first point. Conceptually, I think
12 that Cort v. Ash and its progeny in the debate over implied
13 rights of actions does not really focus the Court on the pro-
14 per set of cases.

15 QUESTION: Well, the Equal Pay Act specifically
16 makes employers liable and says nothing about unions' lia-
17 bility, does it not?

18 MR. LACOVARA: That's correct.

19 QUESTION: And whereas Title VII makes both liable?

20 MR. LACOVARA: Yes. It's explicit. I shall attempt
21 to explain as we lay out in our briefs, in some detail, why we
22 think, as correctly understood, that Congress did intend under
23 the Equal Pay Act to permit direct suits by employees from
24 union violations. But in any event, that is not relevant to
25 Northwest's contribution claim, because any union conduct that

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violates the Equal Pay Act's bar on unions causing employers to discriminate by paying unequal wages, constitutes also a violation of Title VII and a violation of the union's duty of fair representation. And under either of those two duties, unions would have financial liability for that misconduct. And it is a settled principle of contribution that the Government itself acknowledges in its amicus brief that contribution may be asserted by one wrongdoer against another even when the source of their misconduct and financial liability is different: one, for example, arising under statute; another arising -- and this is, again, to repair to Justice White's opinions for the Courts in those two cases -- the situation in which the Union's breach is a breach of its federal common law duty of fair representation.

QUESTION: Is the contribution action a separate lawsuit which you may bring, say, two or three years after you paid the judgment? Or is it one in which you must implead a party before the case goes to trial?

MR. LACOVARA: Well, that was one of the issues that was mooted in the Court of Appeals. Our position is, in accordance with traditional law, that a contribution suit is a wholly separate plan, and indeed, this is the orthodox principle, that a contribution claim is an equitable right that normally is asserted only after one wrongdoer has paid more than his fair share of the judgment. The Federal Rules

1 of Civil Procedure --

2 QUESTION: Now, when you say "wrongdoer," a wrong
3 arising from what? From violation of a statute or from
4 what?

5 MR. LACOVARA: Violation in any sort of tortious
6 duty, including a statute. What we have here alleged is a
7 statutory violation engaged in by Northwest, violation of
8 both the Equal Pay Act and Title VII. We have contended that
9 the union's conduct as alleged in paragraph 6 of the complaint
10 also constituted a violation of its independent responsibili-
11 ties under Title VII, under the Equal Pay Act, and necessarily
12 under its common law duty of fair representations. Any of
13 those three, but at least two of those three, without question,
14 created financial liability to the union for, as the complaint
15 alleges, regularly demanding the preservation of this
16 differential.

17 QUESTION: This violation stems from the contract
18 between the union and Northwest Airlines, is it not so?

19 MR. LACOVARA: Yes, sir. In fact, that's an essen-
20 tial ingredient in the facts of the case here. We have
21 alleged that at all times from the late 1940s up through the
22 Laffey lawsuit, the underlying class action that was brought
23 only against Northwest, each of these two unions in turn
24 represented all of the cabin attendants employed by Northwest,
25 the higher paid five percent who were pursers and were

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1 virtually all male, and the lower paid categories, the female
2 stewardesses, the male stewards, and flight service attendants.
3 And we allege that at each round of bargaining the union came
4 to the table and demanded the perpetuation, and indeed, the
5 enlargement of that differential.

6 QUESTION: Well, the Equal Pay Act is applicable
7 only if one gender is paid otherwise from another gender for
8 doing the same job, isn't it?

9 MR. LACOVARA: That's correct.

10 QUESTION: It doesn't have anything to do with
11 differentials between two different jobs?

12 MR. LACOVARA: There has to be a determination that
13 one job is occupied by people of one sex and the other is
14 occupied by people of another; that's correct.

15 QUESTION: That the union had nothing to do with?

16 MR. LACOVARA: Well, that is an issue in the case.

17 QUESTION: That would be on the merits?

18 MR. LACOVARA: That's on the merits. And the lower
19 court cases under Title VII dealing with analogous situations
20 are fairly clear and their cite is Blanton in our brief, Jus-
21 tice Stewart. They establish that a union is responsible for
22 the consequences of a discriminatory contract if the results
23 of the contract in operation are discrimination, regardless
24 of whether or not the terms are themselves facially discrimi-
25 natory.

1 QUESTION: As I read these briefs, the unions at
2 least urge that they tried hard to get you to hire females as
3 stewards.

4 MR. LACOVARA: As pursers?

5 QUESTION: As pursers.

6 MR. LACOVARA: That was the higher-paid; correct.

7 QUESTION: As pursers.

8 MR. LACOVARA: That will be an issue for the --

9 QUESTION: But that would be -- it would be premature,
10 you submit, for us to consider any such matter at this time?

11 MR. LACOVARA: Yes, as we point out in our brief,
12 that kind of factor may be relevant to the determination of
13 relative fault in the allocation of liability. We on remand,
14 if the Court permits this case to go back for trial, will have
15 to prove that the unions' conduct vis-a-vis Northwest Airlines
16 and vis-a-vis the Laffey plaintiffs, the class in that under-
17 lying suit, constituted a violation of Title VII and the Equal
18 Pay Act, or the duty of fair representation. If we're not
19 able to demonstrate that, then, of course, the contribution
20 -- comes out.

21 QUESTION: The Title VII violation was also premised,
22 in the Laffey case, was premised upon discrimination based
23 upon sex.

24 MR. LACOVARA: Yes, that's correct. Only sex dis-
25 crimination is involved in this case.

1 QUESTION: And that's all that's covered by the
2 Equal Pay Act, isn't it?

3 MR. LACOVARA: Yes, that's right. But as you know
4 the Bennett Amendment to Title VII was intended to make the two
5 statutes congruent so that any conduct that violates the Equal
6 Pay Act necessarily violates Title VII.

7 QUESTION: The employer, however, is the one who
8 pays the wages or the salaries and do you only have to prove
9 that the union violated one of these statutes to prove some
10 kind of loss by the employee because of the union conduct?

11 MR. LACOVARA: The case law is fairly uniform on
12 that, Justice White, and it is to the effect that Title VII
13 expressly imposes an independent duty on the unions to root
14 out --

15 QUESTION: Right. All right, so let's assume both
16 of them, both employer and union, have violated Title VII.

17 MR. LACOVARA: Yes, sir. And what the lower courts
18 have done in cases like that, either where the union --

19 QUESTION: You automatically say then that the
20 union has caused part of the loss of the employee, or all of it,
21 or what?

22 MR. LACOVARA: Generally, what the lower courts have
23 done is to look to the dynamics of bargaining. In some cases
24 they have said the union was principally or primarily or
25 exclusively responsible for that discriminatory --

1 QUESTION: So you not only have to prove a violation
2 but you also have to prove that the union really was responsi-
3 ble for the employer's violation?

4 MR. LACOVARA: To some degree.

5 QUESTION: To some or -- but the union can be made
6 to contribute only to the extent that it did cause the
7 employer to --

8 MR. LACOVARA: Well, cause is one of the two statu-
9 tory provisions that may give rise to union liability. Under
10 703(c)(3) it's illegal for a union --

11 QUESTION: Yes but my question is, when you go back,
12 if you are entitled to contribution, what must you prove to
13 get any contribution? You must prove a violation and then
14 what?

15 MR. LACOVARA: We must prove a violation by the
16 union.

17 QUESTION: By the union, and then what?

18 MR. LACOVARA: And the federal court exercising
19 equity will determine what the relative fault --

20 QUESTION: It isn't just going to sit there, and
21 operate in the blue. It's going to require some proof by you.

22 MR. LACOVARA: That's right.

23 QUESTION: As to the relative contribution?

24 MR. LACOVARA: This is what federal courts have
25 done. This is not a novel issue. This has been litigated

1 many times, and what the courts look to is, for example, the
2 origin of the disputed provision, the incentive for it, for
3 its retention, the efforts that may have been made by one or
4 the other of the parties to eliminate it. And I should note
5 that it is undisputed that in 1966 Northwest proposed to elimi-
6 nate the differential in this case and the union refused to go
7 along with that.

8 QUESTION: So what would happen, what have courts
9 done, if the person asking the contribution proves the viola-
10 tion and then just rests? Will the court just say automati-
11 cally, we divide? Or --

12 MR. LACOVARA: There is still some discussion in the
13 lower courts about whether or not there is to be pro rata
14 contribution. That has not been what the federal courts have
15 done in employment discrimination cases. They have looked to
16 relative fault, which is, as you know from the opinions we
17 have discussed, what this Court has suggested is the proper
18 federal common law rule of allocation.

19 QUESTION: Well, Mr. Lacovara, I gather, since this
20 is a collective bargaining agreement and the provision is the
21 one that creates the discrimination, is it not, in violation
22 of the statute? A collectively bargained provision, isn't it?

23 MR. LACOVARA: Yes, sir.

24 QUESTION: And are you suggesting that it would be
25 your duty on either trial to canvass the whole procedure in

1 collective bargaining which led to the adoption agreement upon
2 the provisions?

3 MR. LACOVARA: Well, this is pretty straightforward.
4 It's only a single provision, but --

5 QUESTION: Even so, you said that you had somehow
6 to bring home to the employer some kind of contribution of
7 the responsibility for the provision, didn't you?

8 MR. LACOVARA: To the union. We must demonstrate,
9 first, that the union signed the contract.

10 QUESTION: Well, actually, there is. You have the
11 agreement.

12 MR. LACOVARA: Secondly, that it operated in a way
13 that would discriminate. And thirdly, that the union bears
14 responsibility for that discrimination.

15 QUESTION: All right. Well, on that last inquiry,
16 don't you have to go through the whole process of collective
17 bargaining, what happened, what brought about the agreement,
18 who proposed it.

19 MR. LACOVARA: That is one of the issues that would
20 have to be litigated. That is not a terribly complicated
21 issue. These negotiations dealt with a number of different
22 terms, naturally, but the focus of a trial under the Federal
23 Rules will be confined to what are the material issues.

24 QUESTION: You'll have a swap-off of this provi-
25 sion for giving up another one, and all that sort of thing?

1 MR. LACOVARA: I have no idea what the union's de-
2 fense will be on the merits, but again, that's an issue that
3 I can only speculate on at this point.

4 QUESTION: In the 3rd Circuit Court of Appeals,
5 Judge Higginbotham wrote an opinion for the court --

6 MR. LACOVARA: Yes. On which we rely very heavily.

7 QUESTION: On which you rely greatly? And under-
8 standably; agreeing with you. And at what stage was that
9 written? Just at the equivalent stage of this case?

10 MR. LACOVARA: No, that was after trial. What
11 happened in the Glus case, which is the opinion to which he
12 is referring, Justice Stewart, is that a suit was brought
13 there against the employer and some unions who had been
14 charged before the EEOC as well as some unions that had not
15 been charged by the EEOC. The employer and the unions asserted
16 crossclaims, in effect, for contribution. The employer then
17 settled, and the question was whether or not the employer
18 could then go forward against the unions to perfect its cross-
19 claims which then became contribution claims for a portion
20 of the amounts for which the employer had settled with the
21 aggrieved employees. And that was what Judge Higginbotham's
22 opinion for the 3rd Circuit sustained, that there is such a
23 right of contribution and that essentially it had been pro-
24 perly tried and resolved in that case.

25 That is just one illustration of a number of cases

1 that we cite in our briefs in which the federal courts have
2 found this question of allocation of relative liability a
3 fairly straightforward problem dealing with --

4 QUESTION: I remain troubled by one of your answers
5 to Mr. Justice Brennan's question, that it's quite simple and
6 all we have to focus on is this one provision in the contract.
7 But how that one provision came to be in the contract may in-
8 volve a very complicated history of negotiations and that sort
9 of thing. So that what is a simple issue in the lawsuit in-
10 volves very complex testimony and history of bargaining within
11 the industry.

12 MR. LACOVARA: It may involve that. We don't know.

13 QUESTION: In which event you may not sue.

14 MR. LACOVARA: Pardon me?

15 QUESTION: In which event, if it's too tough, you
16 may not sue.

17 MR. LACOVARA: There's no doubt that the contribu-
18 tion claimant has the burden of proof on that, and if it's too
19 complicated and the stakes are not sufficiently high, an em-
20 ployer may not assert a contribution claim. All we're trying
21 to demonstrate is that we have the right to get through the
22 courthouse door. My answer to Justice Brennan and you, Jus-
23 tice Rehnquist, is that this case is not necessarily, this
24 type of case is not necessarily any more complicated than an
25 underlying employment discrimination case or many of the other

1 kinds of cases.

2 QUESTION: Well, but there is a difference. There
3 is a difference, is there not? Here your starting point is
4 that you have a contract entered into, presumably, at arm's
5 length; we must assume that whether it's true or not.

6 The arm's length contract entered into and now you
7 propose that the courts should be open to go back and go
8 through this really very difficult process of who was respon-
9 sible, which of the two contracting parties was the more
10 responsible or -- assumed division of responsibility?

11 MR. LACOVARA: That is an undertaking that the
12 courts have found answerable in some cases.

13 QUESTION: Isn't there something about the old maxim
14 of in pari delicto that gets into the act here?

15 MR. LACOVARA: I think not, Mr. Chief Justice. The
16 premise of contribution, which as we emphasize is now the
17 prevailing American rule, is that the plaintiff making the
18 contribution claim is a wrongdoer. The pari delicto doctrine
19 has not been thought to be lingeringly sufficient to insist
20 upon the old common law rule.

21 QUESTION: That's why I said, something like the
22 in pari delicto rule.

23 MR. LACOVARA: However it's characterized, the
24 courts, including this Court, and on every occasion on which
25 it's addressed contribution, having knowledge that

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1 contribution among concurrent tortfeasors is the fairer modern
2 rule. The only cases in which the Court has refused to apply
3 it are cases in which it is found that there would be some
4 conflict between a specific federal statutory policy and what
5 is now recognized to be the fairer American rule. The lower
6 courts in this context, the employment discrimination contribu-
7 tion context, are virtually uniform. We cite, I think, more
8 than a dozen cases in which district judges all over the
9 country, the people who have to try these cases, have sus-
10 tained the legal validity of contribution claims, recognizing
11 that it involves an undertaking on their part as the tryers
12 of fact to determine whether the contract was discriminatory
13 and to what extent the union had some complicity.

14 QUESTION: Well, but maybe their dockets would be a
15 lot less congested if they didn't undertake this kind of
16 inquiry. In the '30s when they repealed "heartbalm" authori-
17 zations, there were a lot less lawsuits filed.

18 MR. LACOVARA: I think that's correct. If this were
19 simply a question of whether or not the federal courts should
20 have a larger or smaller workload, of course we would have
21 abandoned this case long since. What you find, though, Justice
22 Rehnquist, is that the widespread criticism of the heartbalm
23 statutes on policy grounds is exactly the converse of what we
24 have here, where all, I'd say, with the exception of the
25 Government's latest position before this Court, all of the

1 informed commentary by the judges, by the EEOC and the court
2 below, just -- at least two of the EEOC commissioners today --
3 is that contribution ought to be sustained in general, as the
4 fairer principle. And that in particular, contribution ought
5 to be extended to the employment discrimination statutes, as
6 the courts for the last 12 years have regularly done so.

7 QUESTION: But, Mr. Lacovara, there's something here
8 more than just crowded dockets of courts. It's what brings certain
9 types of cases to the courts that could have been avoided,
10 that is, could have been avoided if two parties hadn't been
11 engaged in some kind of mutual and reciprocal wrongdoing.
12 And the courts are not quite as hospitable, shouldn't be as
13 hospitable to trying to remedy the relative justice as between
14 those two as they would with other types of claims.

15 MR. LACOVARA: Well, Mr. Chief Justice, might I sug-
16 gest in response to that point that you may very well find that
17 if you implement a contribution remedy as the lower courts
18 have been willing to do, you will find that the congressional
19 plan, as this Court itself identified it in Albemarle Paper
20 Company v. Moody, will reduce rather than increase the number
21 of employment discrimination suits. This Court --

22 QUESTION: In other words, you think unions will
23 stop high-pressuring lawyers to do these things, is that what
24 you mean?

25 MR. LACOVARA: Or at least will have the independent

1 incentive to complain when the employers attempt to do them.
2 Either way, this Court in Albemarle said -- and this is the
3 Court's own phrase, "It is the reasonably certain prospect of
4 a back pay award that Congress intended to be the spur or
5 catalyst to cause employers and unions to root out discrimina-
6 tory employment practices."

7 What the lower courts have said, and Justice Stewart
8 referred to Judge Higginbotham's recent opinion, that opinion
9 finds, as did the district court in this case, and the EEOC
10 two years ago and two commissioners today, that making this
11 back pay prospect a realistic one, something that will be
12 achieved through contribution, and it will be undermined through
13 a no contribution rule, will achieve the congressional goal of
14 eliminating employment discrimination at the bargaining table,
15 so that there won't be the need to come into court so often
16 to bring back pay suits on behalf of employees. I think
17 that's a fair, reasonable prediction.

18 QUESTION: No, there's another way to eliminate that
19 discrimination, and that's for the employer to say, no, to the
20 union, when the union presses them to discriminate, or vice
21 versa.

22 MR. LACOVARA: We're not suggesting that the full
23 responsibility for this practice lies at the feet of the union,
24 Mr. Chief Justice. What Title VII, and indeed, the Equal Pay
25 Act recognize, what other courts have recognized, is that this

1 is a collaborative venture. Sometimes the initiative comes
2 from one side, sometimes from the other. But the best way to
3 root out discrimination in employment is for both sides to
4 have an incentive through the certain or reasonably certain
5 prospect of a back pay award. To say, I won't propose a
6 discriminatory arrangement, and if you propose it, I will
7 resist it, because I will have responsibility if I go along
8 with it. That's the congressional plan. That's what we
9 think a contribution remedy would enforce, that's why the lower
10 courts two years ago, the EEOC forcefully in the Court of
11 Appeals, and today two commissioners still insisting this is
12 the best way to achieve that congressional design.

13 QUESTION: May I ask a question just about the
14 mechanics of the case? In the early part of your brief you
15 point out the liability was fixed somewhere around \$37 million
16 back in 1974. Was that judgment ever affirmed, and has the
17 judgment been satisfied?

18 MR. LACOVARA: Justice Stevens, \$37 million is the
19 figure today. The judgment was affirmed in part and vacated
20 in part by the Court of Appeals in 1976, and was remanded for
21 certain further proceedings. The Court of Appeals ruled two
22 months ago on a related appeal in the Laffey case that that
23 1974 judgment was not a final judgment, because of the things
24 that remain to be done about other aspects of the case. So
25 the judgment has not yet been paid. \$37 million is our

1 estimate of the liability today with interest.

2 QUESTION: Is it settled in that litigation that the
3 purser's job was equal to the stewardess's job, the cabin
4 attendant's job?

5 MR. LACOVARA: It has been so found by the district
6 court after a three-week trial and the Court of Appeals
7 affirmed that. We intend -- and I should alert the Court to
8 this -- to bring the case back up here on the questions of
9 liability if we have an opportunity to do so.

10 QUESTION: My second question is, whether the pro-
11 longed period of disposing of that litigation has been affected
12 at all by the pendency of this claim for contributions?

13 MR. LACOVARA: I think the answer to that is no, sir.

14 QUESTION: It was not.

15 MR. LACOVARA: I should like to reserve the rest of
16 my time for rebuttal.

17 MR. CHIEF JUSTICE BURGER: Very well. Mr. Moldof.

18 ORAL ARGUMENT OF STEPHEN B. MOLDOF, ESQ.,

19 ON BEHALF OF THE RESPONDENTS

20 MR. MOLDOF: Mr. Chief Justice, and may it please
21 the Court:

22 By this action Northwest is asking for contribution
23 for its liability in Laffey v. Northwest Airlines, a liability
24 that arose not under the common law but under two specific
25 federal statutes, Title VII and the Equal Pay Act.

1 Neither of those statutes provide a right of contri-
2 bution, and the issue is whether despite the absence of a
3 provision for contribution in those statutes this Court can
4 nevertheless recognize Northwest's claim. I think that's the
5 point where we part company with Northwest.

6 Northwest is telling this Court that all it is asking
7 for is a remedy. Contribution is simply a remedy, and this
8 Court has broad remedial powers to remedy violations of Title
9 VII and the Equal Pay Act. I think this goes back to the
10 question that the Chief Justice asked of Mr. Lacovara, what
11 is the recognized legal right which Northwest possesses, which
12 it claims has been violated, and for which it is asking this
13 Court to impose a remedy?

14 To use the terminology employed this last year by
15 the Court is Davis v. Passman, does Northwest have a cause of
16 action? Is it among the class of litigants who is empowered
17 to establish liabilities for violations of these statutes?

18 The answers to these questions do not turn simply
19 on the label that Northwest has chosen to apply to its
20 claim. It calls this a common law claim. But as Mr. Lacovara
21 has acknowledged this afternoon, it is a claim which has as
22 its principal component the establishment of the union's
23 liabilities under Title VII and the Equal Pay Act. That lia-
24 bility has never been determined.

25 I have heard again this afternoon, as I've heard in

1 the briefs, that the unions are clearly equally liable with
2 Northwest for the violations here. No court has ever concluded
3 that either of these unions violated either of these statutes.

4 QUESTION: Well, neither one has ever been sued.

5 MR. MOLDOP: That's correct, Your Honor.

6 QUESTION: Although, certainly, the union could have
7 been sued, clearly, under Title VII, I would say, at the
8 plaintiff's option.

9 MR. MOLDOP: Your Honor, there is no question that
10 unions can be sued under Title VII. There is also no question
11 that unions can be liable for back pay under Title VII.

12 QUESTION: And certainly no court's going to hold
13 them liable if they're not sued.

14 MR. MOLDOP: That's right, Your Honor.

15 QUESTION: And if both the employer and the union
16 had been sued in this case, it's possible that a judgment would
17 have been entered against both of them.

18 MR. MOLDOP: Well, without getting into the facts --

19 QUESTION: I said it's possible; it's possible.

20 MR. MOLDOP: It is possible, Your Honor; yes.

21 QUESTION: Well, under the 46th change in the Rules
22 where the defendant could no longer implead someone whom he
23 said was equally liable and could only implead someone who he
24 said was liable over to him, the plaintiff has its choice of
25 defendant, in effect, does it not?

1 MR. MOLDOF: The plaintiff has a choice of defen-
2 dants here. And Title VII provides the plaintiff with a
3 choice of defendant. And I think the critical focus should be
4 on the statute. As I said before, unions can be liable for
5 violations of Title VII. But Congress didn't simply stop
6 there. Congress provided in this statute in Title VII pre-
7 cisely how a party's liability is to be established, and at
8 whose instance. It didn't have to do that, but it did do
9 that. And it provided that a title VII lawsuit can be brought
10 by aggrieved employees or by the EEOC. And it provided pre-
11 cisely what rules would have to be followed to establish
12 another party's liability.

13 Now, an absolute critical feature of that statute is
14 that a party cannot be hauled into court, into federal court,
15 with the claim that it has violated Title VII unless the claim
16 against that party has first been submitted to a nonjudicial
17 administrative process. That procedure is invoked by filing
18 a charge before the EEOC.

19 QUESTION: Which is to say, Northwest could not have
20 brought the unions into the Laffey suit?

21 MR. MOLDOF: We don't know; under our reading of the
22 statute Northwest is not among the class of litigants who is
23 entitled to establish another party's Title VII violations.

24 QUESTION: Well, that's what I said. Your view is
25 that they could not have brought the unions in anyway.

1 MR. MOLDOF: That's right, Your Honor.

2 QUESTION: And couldn't have submitted a claim to
3 the EEOC.

4 MR. MOLDOF: Well, they certainly could have asked
5 the EEOC to bring the unions in. If Northwest has any rights
6 over against the unions for violations of Title VII, then
7 presumably they might have the power to file a charge. If they
8 are a party that can establish the union's liability, then
9 there is no justification within the statute why they should
10 be allowed to establish that liability by wholly extra-statutory
11 means.

12 QUESTION: If they have a right to file a charge,
13 do they get a right to sue letter from the EEOC?

14 MR. MOLDOF: If they have a right to file a charge,
15 Your Honor, it would work just like any other plaintiff filing
16 a charge. They would file the charge at some point in time and
17 they either could request the right to sue letter or one
18 would be given to them, if the EEOC determines --

19 QUESTION: They file a charge that the union
20 has been discriminating against the employees?

21 MR. MOLDOF: We would take the position they could
22 not.

23 QUESTION: Well, I know, but that's what's the kind
24 of a charge you're suggesting they must file.

25 QUESTION: Well, is that right? Isn't there a

1 subsection that says it's an unlawful employment practice for
2 a labor organization to cause or attempt to cause an employer
3 to discriminate against anyone?

4 MR. MOLDOF: That's right, Your Honor. There would
5 be a question. Our reading of the statute would be that that
6 is a right which goes over to the aggrieved employees. It's
7 not a right of the employer. But if that were a right that
8 resides in the employer, then that right would have to be pro-
9 cessed just like any other claim of an unfair, unlawful
10 employment practice. The charge would have to be filed, the
11 matter would have to be submitted to the EEOC, the party
12 would get a right to sue letter.

13 QUESTION: And what would the suit then be, if they
14 get the right to sue? What would it take the form of --
15 intervention in the Laffey suit?

16 MR. MOLDOF: No, this is all predicated -- unless
17 I misunderstand the hypothetical -- this is all predicated on
18 the fact that a violation of (c)(3) can somehow be asserted
19 by the employer.

20 QUESTION: Well, assume he can.

21 MR. MOLDOF: Okay. Assuming he can, then I would
22 assume the employer would be claiming that the union has
23 caused it to violate the statute and accordingly has violated
24 the statute.

25 QUESTION: So the right to sue would be authority

1 to sue, of Northwest, directly to sue the unions, is that it?

2 MR. MOLDOF: If this is all predicated --

3 QUESTION: For contribution, for contribution.

4 MR. MOLDOF: Well, this is all predicated under the
5 assumption that the right provided in (c)(3) resides in the
6 employer. I don't think the statute supports this.

7 QUESTION: The general way that contribution works in
8 the ordinary law -- let's take two joint tortfeasors. And the
9 plaintiff sues only one of them. He's the one and he's held
10 liable. And then he sues his joint tortfeasor for a contribu-
11 tion. He's not claiming that the joint tortfeasor wronged him
12 but only that the joint tortfeasor should share the liability
13 to the plaintiff.

14 MR. MOLDOF: The difference here, Your Honor, is that
15 Northwest is seeking contributions -- this is not a regular
16 tort case. Northwest is seeking --

17 QUESTION: Well, it is a contribution case.

18 MR. MOLDOF: It is a contribution case.

19 QUESTION: That's what contribution is.

20 MR. MOLDOF: Right, Your Honor.

21 QUESTION: It's not a claim by a defendant that the
22 codefendant wronged him in any independent way, but only that
23 the codefendant should share the liability to the plaintiff.

24 MR. MOLDOF: Well, what I'm suggesting is that we
25 have to look at what the substance of that contribution

1 claim is. The critical aspect of that claim, what is essen-
2 tial for the establishment of that claim, is the establishment
3 of the union's liability for violating Title VII. That has
4 never been determined before. And Congress has set forth an
5 express procedure by which that is to be established.

6 QUESTION: Well, that's a matter of defense, isn't
7 it, on the merits?

8 MR. MOLDOF: I don't think so, Your Honor.

9 QUESTION: Well, it certainly is. But your point is
10 that --

11 MR. MOLDOF: Well, it's a defense -- oh, I'm sorry;
12 of course, it's a defense on the merits, but it's not a question
13 that has to turn on the merits of the particular controversy.

14 QUESTION: Controversy.

15 QUESTION: Isn't it the complaint of the airline that
16 they were willing to do right in 1966 and the union stopped them
17 from that?

18 MR. MOLDOF: No, Your Honor. First of all, there's
19 nothing about the '66 negotiations in the complaint.

20 QUESTION: I know, but if they get a chance that's
21 what they claim they want to prove.

22 MR. MOLDOF: The findings in Laffey -- that's the
23 underlying case -- which, by the way -- Mr. Lacovara neglected
24 to mention that this Court denied certiorari to the underlying
25 Laffey decision.

1 QUESTION: Could I ask you -- I'm sorry, you didn't
2 finish your answer. Go ahead.

3 MR. MOLDOF: The findings in Laffey point out that
4 in 1966 what Northwest proposed was for the unions to equalize
5 downing, to lower the wages of the pursers down to the level
6 of the female employees. And that's precisely what is now
7 permitted by the Equal Pay Act.

8 QUESTION: Well, my point is that if two people, two
9 joint statute violators get together and take it out on an
10 individual worker, that the individual worker has a right to
11 decide who he's going to sue.

12 MR. MOLDOF: That is our position, Your Honor.

13 QUESTION: And that there's no remedy against --

14 MR. MOLDOF: There is a remedy. A remedy -- if the
15 employer has remedies. So that -- is that the thrust
16 of the question, Your Honor?

17 QUESTION: I don't care; is there a remedy? That's
18 what I asked.

19 MR. MOLDOF: The remedies -- if you're asking whe-
20 ther the aggrieved employee who chooses one has a remedy --

21 QUESTION: No, I mean, how does -- if he only chooses
22 one --

23 MR. MOLDOF: Right.

24 QUESTION: How does one have a chance to get a
25 remedy?

1 MR. MOLDOF: Okay. The procedure that Congress
2 placed into Title VII was to allow charges and lawsuits to be
3 filed by the EEOC. And the legislative history reflects that
4 one of the reasons that that was put into the statute was to
5 overcome just this type of situation where a union member
6 might be reluctant to come after his union, and there would be
7 another procedure whereby some outside party could come after
8 the union.

9 Now, I would suggest that it's far more likely that
10 an individual --

11 QUESTION: What statute, rule, or regulation gives
12 this remedy to the employer?

13 MR. MOLDOF: The remedy that I'm suggesting, the
14 procedure that I'm suggesting is provided by Title VII, that
15 the EEOC can file a charge. There is no specific remedy in
16 Title VII resting in the employer.

17 QUESTION: So he's -- to use the vernacular of the
18 street, he's stuck?

19 MR. MOLDOF: Well, he may be stuck --

20 QUESTION: Is that right?

21 MR. MOLDOF: He may be stuck under --

22 QUESTION: So he's stuck solely at the will of the
23 employee. The employee decides, who I like, I'll sue that one.

24 MR. MOLDOF: Your Honor, when an employee sues for
25 violations of Title VII, he's not solely bringing a private

1 lawsuit, there are public interests involved here. And we
2 want to encourage these people to file lawsuits. At least
3 that's what Congress said it wanted to do. Now, certainly if
4 an employee is forced to bring in a union, the practical effect
5 is that the employee winds up paying part of his own back pay
6 liability. The back pay that the union has to pay comes out
7 of union dues which the aggrieved employee himself funds.

8 And that's something that the employee can do if he chooses to.

9 But to allow a discriminating employer to override
10 the plaintiff's choice not to sue the union and to force him
11 to accept that consequence seems to have no basis.

12 QUESTION: That wouldn't be true in a right-to-work
13 state, would it, where the employee might not be a member of
14 the union?

15 MR. MOLDOF: Well, that might not be true for that
16 situation, but what generally happens in these type of cases
17 -- for example, this is an example of the type of situation
18 I have in mind: many of these Title VII cases are class actions
19 and the plaintiff may be suing not only on its own behalf but
20 on behalf of a large class many of whom may be union workers;
21 union members. So the practical result of that type of a
22 situation is that the union members who are members of the
23 plaintiff class are going to wind up paying for their own back
24 pay.

25 QUESTION: Could I -- I take it your submission is

1 that at least before the employer should be able to get into
2 court he should make his complaint before the EEOC?

3 MR. MOLDOF: Yes, that's quite --

4 QUESTION: And if the EEOC then gives him a right to
5 sue letter, I suppose you would say he could get into court?

6 MR. MOLDOF: Assuming that the employer has the
7 right to invoke the mechanisms under Title VII. What I'm sug-
8 gesting, Justice White --

9 QUESTION: Well, it seems that -- do you say he
10 isn't?

11 MR. MOLDOF: Well, I have grave doubts that he is.
12 And what I'm suggesting is that if a --

13 QUESTION: Well, if he's -- if he's got grave
14 doubts about that, you wouldn't say, then, that the thing
15 that bars this particular suit is his failure to file with the
16 EEOC? You can't have it both ways.

17 MR. MOLDOF: What I would say, under that circum-
18 stance, what bars this suit is the fact that nobody has been
19 able to establish the union's liability under Title VII by
20 the explicit procedures that Congress placed in the statute
21 for establishing such liabilities.

22 QUESTION: You mean, exclusive in the sense that the
23 only person who is permitted to claim that the union violated
24 the Act is the employee?

25 MR. MOLDOF: That's one half of the equation.

1 QUESTION: Well, what's the other one?

2 MR. MOLDOF: The other half is, how a party's lia-
3 bility is to be established, first by filing a charge, first
4 by submitting a claim through administrative process.

5 QUESTION: I know, but you say that an employer
6 can't do that.

7 MR. MOLDOF: Well, whoever can do it, a party should
8 not be subjected to the potential for liability for violating
9 this statute by means outside of the scheme that Congress
10 decided to put into this statute.

11 QUESTION: Well, if he can't file, it isn't outside
12 the scheme. Congress hasn't provided any scheme for the
13 employer.

14 MR. MOLDOF: Well, then, if that is the --

15 QUESTION: If you're right. If it has, all he has
16 to do is to file and get his right to sue letter.

17 MR. MOLDOF: Right. And if he can't do that, then
18 his inability to proceed against the union is a consequence
19 of the scheme that Congress saw fit to adopt. If the scheme is
20 unfair, if a different scheme could have been devised -- and
21 certainly a different scheme could have been devised.

22 QUESTION: Well, I would think then that you -- I
23 don't see how you can then conceive that the employee could
24 choose them both and sue them, and get judgment against both
25 of them in one suit.

1 MR. MOLDOF: The employee certainly has the right to
2 go after whichever party it wants to, or both of them, if
3 that's its desire.

4 QUESTION: And suppose -- do you think it would be --
5 suppose there's a judgment entered against both the union and
6 the employer, in a suit by the employee, after he's gone
7 through the EEOC and got his right to sue letter, and there's
8 a judgment entered against them both, and the judge says, each
9 one of you is liable for the total amount, but I am going to
10 order you two defendants to share the liability. Would that
11 be inappropriate under the Act?

12 MR. MOLDOF: In your scenario, if I understand it,
13 in the hypothetical, both parties have been charged, both
14 parties have been sued, both parties have been found liable.

15 QUESTION: And can, then -- each one of them is
16 totally liable for the entire amount, but the judge then says
17 to the two defendants, I am going to order you to share the
18 payment?

19 MR. MOLDOF: The federal courts have the authority
20 at that point -- in fact, Congress provided a procedure for
21 the federal courts which is entirely consistent with the
22 charging requirement. The court's power to fashion remedies
23 which is created by 706(g) of the statute provides that once
24 a court finds that a respondent has intentionally violated the
25 statute, the court can order appropriate remedies. And then

1 example you've provided, Justice White, is one of the types
2 of remedies that can be provided.

3 QUESTION: Well, both defendants say, neither one of
4 us wants to have to pay this entire judgment and so they both,
5 the judge orders them to share it. Is that an appropriate
6 order?

7 MR. MOLDOF: That would be an appropriate order because
8 the scheme had been consistently followed. And if either of
9 the defendants felt that that order was inappropriate because
10 it was not responsible to the same extent as the other party,
11 the aggrieved party, whether it's the employer or union, could
12 appeal.

13 QUESTION: And they could litigate it, they could
14 litigate their respective responsibilities.

15 MR. MOLDOF: That's correct. But I'm --

16 QUESTION: Short of appeal, in Justice White's hypo-
17 thetical case, each party had been found completely liable.

18 MR. MOLDOF: That's right. And through the proce-
19 dures explicitly provided by Congress.

20 QUESTION: But what's the authority that a judge
21 could do that, namely, say, you divide it? I thought that
22 took a statute?

23 MR. MOLDOF: Well, Section 706(g) provides that the
24 court can fashion remedies. It specifies certain types of
25 remedies, the possibility for injunctions, back pay, attorneys'

1 fees. Once it is found that a respondent -- which is, by the
2 way, is defined as a party that's been named in a charge --
3 has intentionally violated the statute, at that point there is
4 nothing in the statute that says the court can allocate. And
5 on the basis of congressional intent, which would be the
6 court's role at that point, the court could construe Title VII
7 as empowering --

8 QUESTION: Well, but you are conceding that it does
9 take a statutory authorization for a court to do that, and
10 you're arguing, I gather, that 706(e), is it, some such
11 statutory authority, gives such tests for it?

12 MR. MOLDOF: Yes. Without statutory authorization --
13 the courts' powers in the remedial area of Title VII are ex-
14 pressly provided by statute.

15 QUESTION: Well, no, I was thinking as a general
16 proposition. I had supposed if they're joint tortfeasors,
17 there can't be compelled contribution without statutory au-
18 thorization. Isn't that right?

19 MR. MOLDOF: You certainly have to have the statu-
20 tory -- know the statutory rulings.

21 QUESTION: I'm talking generally about the law of
22 contribution.

23 QUESTION: How about in ordinary negligence cases?

24 MR. MOLDOF: If you're talking about whether or why
25 a contribution can be recognized as a matter of federal law,

1 and you're talking about a totally -- first of all, there has
2 never been a ruling by this Court that there is a right of
3 contribution as a matter of federal law.

4 QUESTION: Do you think it takes a statute to have a
5 contribution in federal courts, at all, in any kind of a case?

6 MR. MOLDOP: If the controversy is between solely
7 private --

8 QUESTION: That the courts aren't entitled to
9 enforce contribution as a matter of federal common law,
10 so-called?

11 MR. MOLDOP: If the litigation is solely between
12 private litigants and there's no overriding impact on some kind
13 of federal interest, then we would take the position that the
14 Court would not have the authority at that point to fashion a
15 federal common law of contribution, and it would have to await
16 litigation.

17 QUESTION: What would you do under Erie if they were
18 from nonresidents? The Erie v. Tompkins case, a negligence
19 case based on an automobile accident in New York, sued in
20 California.

21 MR. MOLDOP: And the sole basis for federal juris-
22 diction is diversity?

23 QUESTION: To order mutual help, could you
24 say that we can order you to share these costs or expenses as
25 joint tortfeasors?

1 MR. MOLDOF: If we're talking about an Erie type of
2 situation, okay, the --

3 QUESTION: That doesn't quite -- what worries me --
4 and I realize your time's up; just one point -- what worries
5 me is, I don't see why this case is completely controlled by
6 either the Equal Pay Act or Title VII.

7 MR. MOLDOF: The reason, Your Honor, why we feel it
8 is --

9 QUESTION: I said, completely. You understand -- com-
10 pletely.

11 MR. MOLDOF: The reason why we feel it is, Your
12 Honor, is because we're talking about contribution for lia-
13 bilities under those two statutes and under nothing else.
14 That's not to suggest that within the statutes the Court
15 doesn't have certain powers, but the powers that the Court has
16 within the statutes are to be discerned through congressional
17 intent, and it's the guidelines announced in the --

18 QUESTION: Suppose a shipowner sues a stevedore com-
19 pany because they were found guilty and it wasn't maybe them,
20 it was the stevedore company. Would they be bound by maritime
21 law or general federal law?

22 MR. MOLDOF: The way this Court has construed those
23 kind of situations in the past is that it has applied maritime
24 law, admiralty law, where the court's legislative powers of
25 common law --

1 QUESTION: -- think you did something wrong, when
2 you conspired --

3 MR. MOLDOF: I'm sorry, Your Honor. I didn't catch
4 the question.

5 QUESTION: What if by putting on perjured testimony
6 I was found guilty instead of you, can I sue?

7 MR. MOLDOF: If you're asking as a matter of federal
8 law, I suppose --

9 QUESTION: Does it matter what kind of case it was?

10 MR. MOLDOF: Yes, it very definitely does turn on
11 the kind of case.

12 QUESTION: If I say that your perjury caused me to
13 lose a case?

14 MR. MOLDOF: Well, certainly it would be an open
15 question whether you had a federal remedy or whether you had a
16 state remedy.

17 QUESTION: That's right. I think that's -- I just
18 don't see why we have to look solely to those two. And I
19 emphasize solely, underscored.

20 MR. MOLDOF: Because the jurisdiction of the Court
21 to entertain this controversy, the only basis of a federal
22 interest in this particular controversy is the fact that we're
23 talking about rights and obligations under these two statutes.
24 And the right to contribution either exists within these
25 statutes or it doesn't exist.

1 QUESTION: At this time don't you agree that North-
2 west has no interest in these statutes at all, they're in-
3 terested in \$32 million bucks?

4 MR. MOLDOF: That certainly is their practical
5 interest, Your Honor.

6 QUESTION: That's right.

7 MR. MOLDOF: But our interest is the fact that we've
8 never been adjudicated liable for violation of these statutes,
9 and that's what has to be determined in this case.

10 MR. CHIEF JUSTICE BURGER: Your time has expired now.

11 MR. MOLDOF: Thank you.

12 MR. CHIEF JUSTICE BURGER: Mr. Wallace.

13 ORAL ARGUMENT OF LAWRENCE G. WALLACE, ESQ.,

14 ON BEHALF OF THE UNITED STATES AS AMICUS CURIAE

15 MR. WALLACE: Mr. Chief Justice, and may it please
16 the Court:

17 In 1942 this Court in Solo Electric Company v.
18 Jefferson Electric Company, in a unanimous opinion by Chief
19 Justice Stone observed, and I'm quoting now from page 173
20 of Volume 317:

21 "When a federal statute condemns an act as unlaw-
22 ful, the extent and nature of the legal consequences of
23 the condemnation, though left by the statute to judi-
24 cial determination, are nevertheless federal questions,
25 the answers to which are to be derived from the statute

1 and the federal policy which it has adopted."

2 This observation serves as a reminder that in many
3 fields there would be no federal law and no federal rights if
4 Congress had not legislated in the exercise of its commerce
5 power. In the absence of such legislation no federal common
6 law would govern labor relations or the field of fair employ-
7 ment practices in the private sector.

8 The legal consequences of the congressional entry
9 into this field must therefore flow from the pertinent federal
10 statutes themselves, expressly or by implication.

11 QUESTION: Before you get further into your
12 interesting argument, Mr. Wallace, could you tell me why the
13 Commission has completely reversed its position between
14 the time that this case was in the Court of Appeals and the
15 time it's here?

16 MR. WALLACE: It has thought better of the position
17 that it took. It's not a complete reversal, because the
18 Commission opposed the contribution claim in this case in the
19 Court of Appeals, but on grounds that would have permitted
20 contribution claims in some other circumstances as compatible
21 with Title VII. Upon further consideration of the question, in
22 consultation with counsel, the Commission has thought better
23 of its position.

24 QUESTION: It did so, the Court did so in a pro-
25 ceeding that was closed to the public despite demands of the

1 representatives of the public to be there, by a 3-2 vote,
2 didn't it?

3 MR. WALLACE: Well, that is correct. But this is
4 not an unusual proceeding. It was a proceeding in which --

5 QUESTION: I just wondered if you were free to tell
6 me why?

7 MR. WALLACE: -- they were deliberating litigation
8 policies, the position to be taken in litigation, this very
9 case. And that is ordinarily closed to the public.

10 QUESTION: But -- and so you are not at liberty to
11 say why except you just think this is a better position?

12 MR. WALLACE: Well, it's the position that the
13 Commission is now taking on having reexamined the question.
14 It's also the position that the United States is taking, and
15 never having taken a contrary position, filing --

16 QUESTION: They didn't take any position. The Com-
17 mission appeared.

18 MR. WALLACE: The Commission appeared in the Court
19 of Appeals on its own. It has its own litigative authority in
20 all courts but this Court.

21 QUESTION: And you weren't there when the Commission
22 made up its mind?

23 MR. WALLACE: We were not, at that time. The Com-
24 mission did consult with the Department of Justice with re-
25 spect to the position to be taken in this brief, and --

E Z E R A S E

1 QUESTION: It seemed to me very -- I read the
2 excerpts from your brief and the Commission's brief in the
3 Court of Appeals, which appear in the petitioner's reply brief
4 in this court. It seems to me, if it's not a reversal of
5 position, it's certainly a completely different position.

6 MR. WALLACE: The Commission's position before this
7 Court is the position set forth in our brief.

8 QUESTION: And it's quite different from the one
9 that was taken in the Court of Appeals.

10 MR. WALLACE: It's quite different with respect to
11 Title VII. The Commission took no position with respect to
12 the Equal Pay Act in the Court of Appeals.

13 QUESTION: No.

14 MR. WALLACE: It filed a brief -- Title VII.

15 QUESTION: Mr. Wallace, has the United States taken
16 a position with respect to whether or not the employer could
17 file a complaint against a union in a case like this with the
18 EEOC?

19 MR. WALLACE: It has not.

20 QUESTION: Do you have one now, or -- ?

21 MR. WALLACE: Well, I can say that since there is now
22 provision for commissioner complaints to be issued, any member
23 of the public including an employer can bring to the attention
24 of the Commission or of a commissioner an alleged violation
25 of the statute.

ERASE

1 QUESTION: You don't think the provision in the Act
2 that -- you don't think the employer on his own -- could com-
3 plain that he's been forced to violate the Act?

4 MR. WALLACE: Only in that manner. The employer
5 was not --

6 QUESTION: All right, let's -- well, you say, yes,
7 he could file a complaint. And the EEOC is supposed to act
8 on it? It may, in the normal way complaints are acted on?

9 MR. WALLACE: It's not a charge, when somebody brings
10 to the attention of a commissioner. It enables the commis-
11 sioner, if he sees fit to do so to file a commissioner charge; it
12 would be comparable to bringing a charge before the National
13 Labor Relations Board.

14 QUESTION: But the person, or including the employer
15 who files the complaint or files whatever he files hasn't any
16 right himself to invoke the Commission's action, like an
17 employee?

18 MR. WALLACE: Not so far as I'm aware.

19 QUESTION: So you do take a position, you do take the
20 position that the employer has no right to file a charge with
21 a commissioner?

22 QUESTION: It's not a law, it's just --

23 MR. WALLACE: So far as I'm aware. I don't know if
24 the Commission has ruled on this question, and I hesitate to
25 commit it.

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1 QUESTION: Isn't the question whether the employer
2 would be a person aggrieved if he alleged during some negotia-
3 tions that the union was trying to cause him to enter into a
4 discriminatory contract?

5 QUESTION: Say an employer, while bargaining with
6 a union, alleged a violation of 703(c) and said it was a person
7 aggrieved. Why couldn't it file the charge?

8 MR. WALLACE: Perhaps it could.

9 QUESTION: The statutory issue is whether it's a
10 person aggrieved.

11 MR. WALLACE: Whether it's a person aggrieved.
12 Unions do file charges regularly and have brought suits regu-
13 larly, but this is on behalf of their members. They're essen-
14 tially class suits alleging that their members are victims
15 of discrimination.

16 QUESTION: Yes, but the employer, as Mr. Justice
17 Stevens is saying, is claiming that he's being forced to dis-
18 criminate.

19 QUESTION: Against his own employees, then, if he
20 sticks to them.

21 MR. WALLACE: I'll don't really know how
22 how the Commission would rule on this. I don't know if this
23 case --

24 QUESTION: Well, how it could it rule any other way
25 than that it's a proper --

1 MR. WALLACE: Well, I hesitate to commit the Com-
2 mission on something that it may not have decided.

3 QUESTION: Well, suppose it decided that it could
4 not file at all, the employer could not file at all. Do you
5 think the employer then has no remedy whatsoever against the
6 union? Apparently that's your position, is it, as
7 I read your brief.

8 MR. WALLACE: It has no remedies for damages.
9 That isn't --

10 QUESTION: Well, Mr. Moldof's position was pre-
11 cisely that, that if this statute doesn't give the employer
12 a right to sue for contribution, then there simply isn't any
13 right in the employer. I thought that's what's what
14 his argument was.

15 MR. WALLACE: Well, our argument is --
16 Any right to contribution has to be derived from the statute.

17 QUESTION: From this very statute?

18 MR. WALLACE: In The hypothetical Mr. Justice White
19 poses might be the basis for an employer charge to the
20 National Labor Relations Board, that the Union is insisting
21 in bargaining or in striking on an unfair labor practice. I'm
22 informed that the EEOC has voted that an employer can file a
23 charge. I don't have the citation to the case.

24 QUESTION: Making that sort of claim?

25 MR. WALLACE: I don't have the citation to the case.

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CONTENT

1 I don't know the case. It --

2 QUESTION: In which event, sooner or later, the
3 employer should be able to get a right to sue under.

4 MR. WALLACE: I don't know whether the Commission's
5 interpretation has been --

6 QUESTION: In which event, you may not call it con-
7 tribution but you'd have a statutory action against the union.

8 QUESTION: Well, in any event, Mr. Wallace, do I
9 understand that your position today is that the statute pro-
10 vides no authority for a suit for contribution by the employer
11 against the union and that's the end of the case. Is that it?

12 MR. WALLACE: That is our position, that neither
13 statute expressly or by implication applying the proper stan-
14 dards to whether there's an implied remedy for contribution,
15 would support a remedy for contribution, that it wouldn't be
16 compatible with the remedial scheme, or the remedial theory,
17 of either statute for reasons that we've set out in our brief,
18 and that I won't have time to elaborate on. But we do think --

19 QUESTION: Then the result, Mr. Wallace, depends on
20 the fortuity of whether the plaintiffs bring some suit against
21 both the union and the employer, or whether the employer
22 doesn't ever get around to bringing the union into the case.

23 MR. WALLACE: Well, we don't think the employer has
24 a right to bring the union into the case at an earlier stage
25 either, if the union has not been charged.

1 QUESTION: We don't know that, though.

2 MR. WALLACE: Unless the employer who's filing a
3 charge can bring about to itself a right to sue the union.

4 QUESTION: But there is no traditional decision
5 holding that the union could not have been joined with the
6 employer here?

7 MR. WALLACE: By the complainants.

8 QUESTION: So it could have been, under the statute?

9 MR. WALLACE: It could have been, under Title VII.
10 Perhaps not under the Equal Pay Act. That's an open question,
11 whether there's a private remedy against unions under the
12 Equal Pay Act. That's a question that the Commission has not
13 yet resolved.

14 For the reasons stated in our brief, we submit that
15 the case should be dismissed.

16 MR. CHIEF JUSTICE BURGER: Mr. Lacovara, you have
17 three minutes left.

18 MR. LACOVARA: Thank you, Mr. Chief Justice.

19 ORAL ARGUMENT OF PHILIP A. LACOVARA, ESQ.,

20 ON BEHALF OF THE PETITIONER -- REBUTTAL

21 MR. LACOVARA: Thank you, Mr. Chief Justice.

22 The Commission, in response to this colloquy about
23 whether an employer may conceivably be an aggrieved party
24 entitled to file a charge, did adopt the position that
25 Mr. Wallace acknowledged. This is printed on page 12A of

ERASE

1 our reply brief. This is from the Commission's brief in the
2 Court of Appeals. The Commission said that for the first time
3 it faced that question when it was asked by the Court of
4 Appeals what its position was on contribution. And it said
5 that the Commission believes that in certain circumstances an
6 employer might be able to file a charge as an aggrieved party.
7 That is eight years after the charges were filed against North-
8 west, and I submit it would be highly inequitable to the Court
9 to block a contribution claim on the basis of a still unsettled
10 and unadjudicated --

11 QUESTION: If during your bargaining negotiations,
12 and this is in substance what you allege, you were being
13 forced by the union to enter into a discriminatory bargain,
14 couldn't you then have invoked the provisions of 703(c)(3) --
15 whatever it is, and then filed your charge that, don't let
16 the union put this kind of pressure on us?

17 MR. LACOVARA: The answer, Mr. Justice Stevens,
18 is I don't know. Not until eight years after all these events
19 took place did the Commission ever indicate that an employer
20 could file a charge. As far as --

21 QUESTION: But the statute has been there all the
22 time, and one can read it, and it says that a person aggrieved
23 can file a charge. And if you were aggrieved under that
24 section, I don't know why you couldn't file a charge.

25 MR. LACOVARA: As far as we've been able to

ERASE

ascertain, the Commission in the 16 years since that statute has been in effect has never entertained a charge from an employer.

QUESTION: Well, maybe an employer has never tried.

MR. LACOVARA: That's entirely possible.

QUESTION: So that you just -- but you recited it, the Commission said for the first time we've been asked about it in the Court of Appeals.

MR. LACOVARA: That's right. And I concede --

QUESTION: As soon as they're asked about it, they say yes.

QUESTION: The Commission said a lot of things in the Court of Appeals that it's now changed its tune on.

MR. LACOVARA: Yes, sir. My principal point, though, may it please the Court, is that this discussion about whether Northwest could have filed the charge is irrelevant, as the 3rd Circuit held in the Glus case, and as the other federal courts have held in sustaining claims --

QUESTION: It's not irrelevant if we consider it a jurisdictional prerequisite to litigating under Title VII.

MR. LACOVARA: Yes. My submission, Justice Stevens, is that it is not a jurisdictional prerequisite, and that's why it's irrelevant, that's what the lower courts have held when they've said that a contribution claim really is a federal common law claim, not a Title VII claim. And it doesn't make any difference.

1 QUESTION: Except the Court of Appeals, in this case.

2 MR. LACOVARA: Except the Court of Appeals in this
3 case, which didn't reach the Title VII issue. It stopped
4 short of reaching it.

5 QUESTION: Mr. Lacovara, may I just ask you, does
6 your brief cite any cases in this Court, or other federal
7 cases for that matter, which have held that there may be a suit
8 for contribution unless there is statutory authority for it?

9 MR. LACOVARA: Yes --

10 QUESTION: Even without statutory authority?

11 MR. LACOVARA: Oh, yes, absolutely. For example,
12 Cooper Stevedoring --

13 QUESTION: All right.

14 MR. LACOVARA: Cooper Stevedoring.

15 QUESTION: This is in the maritime?

16 MR. LACOVARA: It's in the maritime field. We do
17 cite other cases in 417. -- 417 U.S. --

18 QUESTION: Well, maritime's a little unique, isn't
19 it? Well, anyway --

20 MR. LACOVARA: Thank you.

21 MR. CHIEF JUSTICE BURGER: Thank you, gentlemen.
22 The case is submitted.

23 (Whereupon, at 3:07 o'clock p.m., the case in the
24 above-entitled matter was submitted.)

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No. 79-1056

NORTHWEST AIRLINES, INC.

V.

TRANSPORT WORKERS UNION OF AMERICA,
AFL-CIO, ET AL.

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