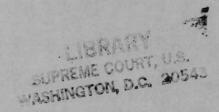
TRANSCRIPT OF PROCEEDINGS

IN THE SUPREME COURT OF THE UNITED STATES

CITY OF LAKEWOOD,)
Appellant,)
v.	No. 86-1042
DIATH DEALER DURLISHING CO.	



PAGES: 1 through 54

PLACE: Washington, D.C.

DATE: November 4, 1987

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1	IN THE SUPREME COURT OF THE UNITED STATES
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3	CITY OF LAKEWOOD, :
4	Appellant, :
5	v. : No. 86-1042
6	PLAIN DEALER PUBLISHING CO. :
7	x
8	Washington, D.C.
9	Wednesday, November 4, 1987
10	The above-entitled matter came on for oral
11	argument before the Supreme Court of the United States at
12	12:59 o'clock p.m.
13	APPEARANCES:
14	HENRY B. FISCHER, ESQUIRE, Special Council to the City
15	of Lakewood, Cleveland, Ohio; on behalf of the appellant.
16	JAMES P. GARNER, ESQUIRE, Cleveland, Ohio; on behalf of
17	the appellee.
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1	C O N T E N T S
2	ORAL ARGUMENT OF:
3	HENRY B. FISCHER, ESQUIRE
4	ON BEHALF OF THE APPELLANT 2.
5	JAMES P. GARNER, ESQUIRE
6	ON BEHALF OF THE APPELLEE 28
7	ON BEHALF OF THE APPELLEE
8	MR. FISCHER: Mr. Chief Justice, and may it please
9	the Court, this case involves an ordinance of the City of
10	Lakewood that gives the mayor contract authority to rent
11	the city's treeline property for the placement of news boxes
12	There are three lasues that I would like to relate before
13	the Court today. The three are jurisdiction, discretion, an
14	insurance. Whether there is jurisdiction to pass on the
15	megics of the case, which was pointed out at Page 43 of the
16	brief, whether the discretion given by the ordinance to the
17	mayor and the architept review board are so uncontrolled as
18	to be unconstitutional, and the constitutionality of the
19	insurance requirement.
20	We will attempt to deminstrate the Plain Dealer :
21	did not apply for a permit, did not exhaust its administrati
22	remedies and appeals, and did not properly test the ordinant
23	to assert the issues before the Court to permit passing on
24	the merits of the ordinance.
25	We will try to demonstrate that the discretion is

PROCEEDINGS

CHIEF JUSTICE REHNQUIST: The next case is No. 86-1042, City of Lakewood versus Plain Dealer Publishing Company.

Whenever you are ready, Mr. Fischer.

ORAL ARGUMENT BY HENRY B. FISCHER, ESQUIRE

ON BEHALF OF THE APPELLANT

MR. FISCHER: Mr. Chief Justice, and may it please the Court, this case involves an ordinance of the City of Lakewood that gives the mayor contract authority to rent the city's treeline property for the placement of news boxes. There are three issues that I would like to relate before the Court today. The three are jurisdiction, discretion, and insurance. Whether there is jurisdiction to pass on the merits of the case, which was pointed out at Page 43 of the brief, whether the discretion given by the ordinance to the mayor and the architect review board are so uncontrolled as to be unconstitutional, and the constitutionality of the insurance requirement.

We will attempt to demonstrate the Plain Dealer did not apply for a permit, did not exhaust its administrative remedies and appeals, and did not properly test the ordinance to assert the issues before the Court to permit passing on the merits of the ordinance.

We will try to demonstrate that the discretion is

not uncontrolled, and that the insurance requirement, being content neutral and otherwise reasonable, is constitutional.

Factually, the original Lakewood ordinance banned all structures, not just news boxes, all structures on the city property. Lakewood did not appeal. They wanted to permit the Plain Dealer to put their news boxes in. And they amended their ordinances twice to accommodate the Plain Dealer's placement of news boxes along the streets.

The record shows that had the Plain Dealer applied, they would have secured the spaces they desired. The city engineer so testified, and the court also found so. There would have been no discretion of the mayor to have been applied and they could have had the news boxes installed since 1984.

QUESTION: There was no discretion?

MR. FISCHER: There wouldn't have been any discretion for the mayor to exercise if they had applied, because there was nothing wrong with where they wanted to place their news boxes.

QUESTION: Well, what was the authority given to the mayor by the ordinance?

MR. FISCHER: To rent the property.

QUESTION: Well, but it was subject to his control, wasn't it?

MR. FISCHER: It was subject to his determination.

appropriate.

QUESTION: Yes, and then how about the -- what did it say about the mayor?

MR. FISCHER: That the mayor did not have -- they found that the discretion of the mayor was not unbridled and did not find anything wrong with it.

QUESTION: But there was the provision, wasn't there, that the mayor might deny or grant the application imposing conditions deemed necessary and reasonable?

MR. FISCHER: That's correct, that he would not -he could not just deny it. If he denied it, he had to state
his reasons, and there could only be three reasons that he
could deny it. One would be location, that there was a
health and safety hazard caused by it. The second reason
that he could deny would be because it was not -- they could
not harmonize it through architectural review.

QUESTION: Is that the limit of necessary and reasonable?

MR. FISCHER: Necessary and reasonable? This, we are talking about contract authority, and just like many other contracts that have come before this Court, the legislative authority gives an individual authority to make contracts within certain guidlines. It gives them discretion for the nuts and bolts details. The nuts and bolts detail in this particular case could be what if the city had to do

some repairs on the sidewalk or whatever? They would want to make some arrangements for the Plain Dealer to move their news box during that particular time. So that is the necessary and reasonable type of regulations we are talking about.

QUESTION: Well, the Court of Appeals thought that the mayor was given too broad discretion.

MR. FISCHER: That's correct, and our position is that that is one of the things we are here to --

QUESTION: So we have to disagree with them as to the meaning of the ordinance?

MR. FISCHER: If you get to that beyond the jurisdiction, because we start with jurisdiction, and our contention is and has been, because of the appeal procedure that we have established, they should have applied for their permit first, and if they didn't like the conditions, which I submit to you I don't see any reason why they wouldn't have liked them, I think they would have had their news boxes out there since 1984, there would have been no problem.

QUESTION: Mr. Fischer, did you make a jurisdictional argument in your jurisdictional statement, in your brief on the merits?

MR. FISCHER: Yes, you can find it at Page 31 of our brief and essentially we cited the case of Greer versus Spock, that they should have -- that the thing was not ripe

for testing. We also asserted a defense in the District 2 Court that they had this administrative remedy and that they 3 should have asserted it. 4 QUESTION: Page 31 of the blue brief? 5 MR. FISCHER: Yes. The brief on the merits. 6 43? Excuse me, it is 43. I'm sorry, Page 43 in our brief. 7 The ordinance was written, I can tell you from 8 firsthand because I wrote it, the ordinance was written so 9 that the City of Lakewood could permit them to place their 10 news boxes without interfering with the constitutional 11 rights of other persons, e.g., Lovell, Schneider, other 12 people that would want to use that property but couldn't, 13 and the reason that they couldn't was because the Plain 14 Dealer wanted to use it exclusively. We used the rental 15 theory to overcome that. Yes? 16 QUESTION: I missed that page. 17 MR. FISCHER: It is Page 43. 18 QUESTION: Forty-three. 19 MR. FISCHER: Yes. 20 QUESTION: Thank you. 21 QUESTION: (Inaudible.) Is that it? 22 MR. FISCHER: Pardon? 23 WUESTION: The discussion of the Gannett 24 satellite case, is that what you are referring to on Page 43? 25 MR. FISCHER: Gannett and also we led up to that

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with Greer versus Spock on Page 41 -- or 42.

QUESTION: I see.

MR. FISCHER: So PD did not apply. Instead, they sued to attack the ordinances instead, and I think the essence is that they want free, uninhabited use of the city property. That is where they are coming from.

So, as to jurisdiction, as I indicated, the city had drafted this ordinance with the attempt to permit, not to play games with the Plain Dealer. We wrote this ordinance so that the Plain Dealer could place their news boxes, and we felt the appropriate theory for allowing this was a rental theory.

And you could find in the finding 16 of the Court and I think it is Page A30 of the jurisdictional statements where that finding is, that they would have been able to get these news box locations, but instead they choose to attack the whole thing.

The District Court would not receive any evidence of administrative interpretation. We offered the testimony of the mayor who actually requested the legislation to settle the lawsuit. The District Court, however, would not allow us to use that testimony as to what was intended. There are no applications. There is no real justiciable issue. It is not ripe because they did not apply it.

Now, as to the standards --

that is left for the mayor to do is to check to see if architectural review was done, to be sure that it is a safe location, and to put any other conditions -- for example, the condition to move the box in the case they have to do construction: That is --

QUESTION: We do have to disagree with the construction of the ordinance with the Court of Appeals?

MR. FISCHER: Yes, we do. We also believe that -- QUESTION: On your jurisdictional argument.

MR. FISCHER: Under jurisdiction I don't believe they should have even reached it.

QUESTION: Mr. Fischer, may I go back? You cited us to the findings on Page A30. You said they said they would grant the permission. As I read that, it only said they would grant them in the commercial districts, but not along Clifton Boulevard at the sites requested, all of which lie in the residential district.

MR. FISCHER: That's correct, and the Court of Appeals sustained the City of Lakewood on that part of the ordinance that they could limit them to the commercial districts only. They also sustained that the rental charge could be made.

QUESTION: So the residential issue is not here.

MR. FISCHER: No, the residential issue is not
before this Court.

1 As to discretion, the ordinance specified --2 QUESTION: Let me -- excuse me. 3 MR. FISCHER: Yes, sir. QUESTION: I know you --4 MR. FISCHER: Yes, Your Honor. 5 6 QUESTION: You keep trying to go along. I am sorry. 7 You say there was nothing left for the mayor to do, 8 but there is sort of a residual clause in the ordinance which 9 says he can place, you know, whatever other conditions are 10 reasonable, and there is no limitation on what that might happen to be. 11 12 MR. FISCHER: I think that these are terms of art. 13 I believe probably hundreds of contracts have come before 14 this Court where the legislative body gives authority to somebody to make a contract, they don't spell out every last 15 16 term, and as long as the intent of the ordinance, which is 17 to allow the placement of the news boxes is affected, I 18. don't see where there would be any problem. 19 QUESTION: Well, they don't all deal with the 20 First Amendment, either. I mean, that is what our case law 21 says, that you have to be particularly careful and particular-22 ly specific when you are affecting First Amendment rights. 23 That is just a pretty broad --24 MR. FISCHER: That's correct, and it could be only

technical, minor things that would be reasonable and

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necessary, such as the relocation of the box in the event of 1 construction, as the example that I have cited. 2 3 QUESTION: How do I know that? MR. FISCHER: How do you know that? 4 How do I know that those are the only 5 6 things that come within that language? What is the precise language again? I am looking for the ordinance here. 7 8 MR. FISCHER: Such other conditions -- it is C7, such other conditions as may be deemed reasonable and 9 necessary by the mayor. 10 Such other conditions as may be deemed 11 QUESTION: 12 reasonable and necessary by the mayor. 13 MR. FISCHER: Right. QUESTION: It doesn't say technical conditions. 14 That could mean anything in the world, couldn't it? 15 16 MR. FISCHER: I don't believe that it does. think the intent of the legislature was clear that they wanted 17 the news box rental to go on, and it could be only the catch-18 all type clauses that you would throw into any contract to 19 20 effectuate it, so that the city wouldn't be hamstrung. For 21 example, with utility polls we have a right to ask them to 22 move it and replace it during construction, and it was anticipated at the time that it was written that it was not 23 24 going to contain every last nut and bolt, that there was

going to be something for the mayor. We knew the Plain

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1	Dealer was going to apply, or thought they would apply, at
2	least, and we knew that we could handle those sites. We
3	didn't know what else was going to come down the line, and so
4	we left it open so that the mayor could protect the health ar
5	safety. It is a police power residual clause, just to
6	protect the property rights of the city.
7	QUESTION: And there are no standards.
8	MR. FISCHER: Pardon?
9	QUESTION: The board hasn't adopted any standards
10	yet, have they?
11	MR. FISCHER: Are you talking about the architectur
12	review board?
13	QUESTION: Yes.
14	MR. FISCHER: I don't know whether they have
15	adopted them now. This was shortly after the adoption
16	QUESTION: Well, they hadn't at the time it was
17	filed.
18	MR. FISCHER: They had not at the time it was
19	filed.
20	QUESTION: They admitted they didn't.
21	MR. FISCHER: That's right, because there had been
22	nothing before them to work on so they had not proceeded to
23	that point.
24	The ordinance specifies size, height, location,
25	eliminates considerable discretion. The most efficient

procedure is right here as to what we have. If the mayor feels uncomfortable giving something that somebody asks they appeal to the council. The council has a legislative body that gives the contract authority wants to approve it that is the end of it. If they don't like what the council does with it, they go to the courts. And it is clear Ohio law that under Chapter 2506, the decision of that council cannot be arbitrary, it cannot be capricious, it cannot be illegal, it cannot be unconstitutional, and it cannot be unreasonable or unsupported by evidence. The mayor has to say why he does this or that or the other thing, and he has to give his reasons. I don't see what else we could do to make this any better, and certainly it is ten times -- it is 100 times better than what you had in Greer versus Spock and also in the Gannett case.

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As to the mayor, we have the reasonable and necessary provision for relocation, as I indicated, and other things of that nature. The reasonable -- we have the location standard provided, whether the architecture review board was done, the terms of the lease, and then plus the mayor must say if he is going to deny what the reasons are, and it has to be only for the reasons of a health and safety hazard, or there is a nuisance, or that they would interfere with the traffic.

A lot has been said about censorship in this thing.

1 These rental agreements are for one year. Now, during that 2 one year term what is the mayor going to do, wait until there 3 is an article in the newspaper and come up with some phony 4 reason to cancel it? I doubt it. And then when they 5 reapply for the next year, assuming that it is profitable to 6 them and they want to continue with it, how would the mayor 7 be able to come up with a good reason for denying when it was 8 there the whole time? Either he has got a good reason for 9 denying it or he doesn't. So I find it very difficult as to

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midnight?

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QUESTION:

across the country.

MR. FISCHER: Then the person -- if he would put that on there, then I believe the person would have the

Excuse me. Suppose the mayor says one

the censorship and I would point out that they would have

also these locational things that it is difficult to convene

the mayor was given discretion, and I submit that this contract

authority with guidelines plus discretion is very typical for

Congress, for state legislatures, for city councils all

As to the architecture review board --

of the conditions I am attaching to this particular one is

that it can only be usable by the public from 10:00 p.m. to

a council every time some new point comes up. That is why

It is clear on this reasonable and necessary and

had their permits if they had applied for them.

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right to go to the council, and by the way, under 901.1(a) he can go directly to the council.

QUESTION: How can you go to the council? As I read this there is an appeal to the council if he refuses to grant or revokes a permit, but here he is granting it subject to this conditon. Does that --

MR. FISCHER: That's right. We are not talking about a rigid thing. We have -- a negotiated contract is what it is. If they insist on a contract without that provision they want it 24 hours a day.

QUESTION: Then he has to deny it.

MR. FISCHER: He would have to deny it. Then it would go to the council.

QUESTION: I see.

MR. FISCHER: However, I don't think that would even come up at all. As to architectural review, we are talking about the accepted and recognized architectural principles. They do have the power to make specific rules and expand their workbook so that there's more specifics. They never reached us at the time of trial because there was nothing before them, and here it is 1987, almost 1988. The Plain Dealer still hasn't applied.

We are talking about properties. This has been all over the country. There's competition between these street commercial strips and the big shopping centers. If you had

the big shopping center there would be no question, the private owner of that would tell the Plain Dealer where their news boxes are going to be, and that would be the end of it. We have the public streets, and Lakewood has got an aggressive program under HUD. The same thing has been going on across the country to try to make these commercial districts profitable, to make them aesthetically appealing, to make them vital.

They spent millions of dollars on it. They are telling the store front owner, you have to fix your place up, your signs have to be reduced in size, and so forth, so we end the blight. The owner pays for that sidewalk in front of the store, and he has to repair it if it is broke. He pays tax to the city also. Here we want to put the news box there. The only thing the city wants to do is to harmonize that design and color with what the people have in the storefront. I think it is only fair and reasonable that this be done.

That is the purpose of it, to harmonize the installation. Otherwise, what is the use of fighting all this blight and poor signage that is causing this blight? It will just end up that everybody is going to move to the shopping center, and you can just forget about the fight to save the commercial districts.

As to the architecture review, we do have

the book of standards, and there are, I submit that the Court has probably not had a chance to look at that, because it defies placement in the appendix, but there are several pages showing the architecture of Lakewood and what would fit in. I don't think that would be any particular problem. I think it would have been extended without any trouble. There are standards. They are not going to be able to say we don't like the article you wrote about our book. Therefore architecturally we are not going to approve anything for you. It just wouldn't happen.

As to insurance, the Plain Dealer has stated they never had an accident with any of these boxes. I just find it hard to believe that none of these boxes ever come back dinged up. I would imagine some of them have.

QUESTION: Mr. Fischer, does the city require the furnishing of liability insurance and holding harmless for other similar devices that are placed on the streets, or is it just applicable to these news vending boxes?

MR. FISCHER: There are no other comparable devices placed on the street.

QUESTION: What about telephone booths?

MR. FISCHER: The telephone booths --

QUESTION: -- and all the rest?

MR. FISCHER: The telephone booths are not the telephone booths of the telephone company. These are

1 t 2 C 3 f 4 P 5 b 6 P 7 j 8 P 9 P 10 d 11 S 12 T

telephones such as the Supreme Court has right here in the court. The city wants them there. They are a replacement for those little red boxes that you used to have that if you push the button or open the door the only thing that would be reported is the location of something happening. They put these telephone booths, or not booths, they are actually just posts with telephones on them in the right-of-way as part of the emergency communication. That way for free a person can go and make a telephone call to the police department, to the fire department. They don't have to go to somebody's house if they need a tow truck or an ambulance. They don't have to call the police for that if they have their own private --

QUESTION: The city doesn't have any of these ordinary pay telephone booths?

MR. FISCHER: This is a pay telephone booth. I am not sure if all of them are like it, but the ones that the city has, you just dial 0 -- in fact now I guess it is 911 in Cuyahoga County, and you get the emergency service.

So there is no payment.

QUESTION: Are those the only numbers you can call?
MR. FISCHER: For free.

You can call -- if you wanted to call your tow truck, you would have to place your quarter or whatever in there to make that call.

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1	Instead of Lakewood paying for the benches and having we
2	have the people maintain either one, but instead of them
3	paying for the installation of those benches, RTA puts them
4	in for free. That's the convenience for the residents.
5	Everything else is on the utility polls. I don't believe
6	QUESTION: (Inaudible) telephone polls? What abou
7	the telephone polls?
8	MR. FISCHER: There is no
9	QUESTION: I mean, a car can run into a telephone
	poll.
10	MR. FISCHER: There is just one set of polls.
11	Those polls that you see in the photographs are CEI.
12	QUESTION: CEI owns them?
13	MR. FISCHER: Electric Illuminating Company poll,
14	
15	and everything is on those polls. The wires that carry
16	electricity for the street lights, the wires that carry
17	electricity for the traffic lights, the telephone wires, the
18	are all on there.
19	QUESTION: And CEI is a private company?
20	MR. FISCHER: They are a private company subject
21	to regulation under I guess it is called PUCO.
22	QUESTION: Right. But they don't have to you
23	don't require them to ensure against liability from a poll
24	falling down or
25	MR. FISCHER: They have an easement, and they do

have to make repairs and relocate their -
QUESTION: But they don't have to insure the city
against suits to the city from the negligent placement of the
polls or something like that?

MR. FISCHER: No, these easements were granted a
long time ago, and they are also there for the purpose of
providing the city service, which is the telephone communication.

QUESTION: And the wires on the polls, you have cable companies that have wires on those polls?

MR. FISCHER: The cable company by other Acts are permitted to have wires on those polls also.

QUESTION: And those wires could come down and hurt somebody, but does the cable company have to ensure the municipality against --

MR. FISCHER: The cable television company does have to ensure. There is -- this is not in the record, I would point out.

QUESTION: I am just curious. What about the telephone company. They have wires up there. Do they have to insure?

MR. FISCHER: We do not have a requirement on them for insurance. And that is because they are providing the service to the city for the emergency communications network. They provide the other wires incidentally --

OUESTION: Mr. Fischer? 1 2 MR. FISCHER: Yes, sir? QUESTION: There is presently in effect, is there 3 not, an interim ordinance that replaces the one that we are 4 addressing here? 5 That's correct. 6 MR. FISCHER: 7 QUESTION: And the interim ordinance was adjusted 8 to, what, to omit some of the provisions that were found by 9 the Court of appeals to be --10 MR. FISCHER: They were temporarily suspended, and 11 temporary measures put into place. We got a call ffrom the Plain Dealer that said, we want to have those boxes, so 12 13 we passed the ordinance. We are still waiting for their application. 14 15 OUESTION: I see. 16 MR. FISCHER: But that ordinance will dissolve 17 within a short time after the decision. 18 QUESTION: By its own terms? 19 MR. FISCHER: Yes, the council either -- if the 20 council takes other measures, depending on the decision in 21 this case, or I think it is a 60-day period, it is dissolved. 22 That was to preserve our position in this appeal. 23 QUESTION: Mr. Fischer, I noticed some of the 24 plaintiff's exhibits have in the photographs USA Today units. 25 Did the Gannett people get permits?

1	MR. FISCHER: No.
2	QUESTION: And why are they parties to the
3	litigation?
4	MR. FISCHER: They are not. The New York Times tr
5	to join the suit but they were kicked out on an abstention
6	grounds by the Sixth Circuit.
7	QUESTION: You are not objecting to USA units?
8	MR. FISCHER: They have not applied. We don't
9	have anything to do with them. These USA Today units are in
10	somebody else's city. They are not in the City of Lakewood.
11	QUESTION: So that Exhibit 41 is not in the
12	City of Lakewood?
13	MR. FISCHER: Let me check.
14	QUESTION: Or 40?
15	MR. FISCHER: No, that is plaintiff's exhibit,
16	and they put in a whole bunch of exhibits over our objection
17	as to news boxes in other cities.
18	QUESTION: In the city?
19	MR. FISCHER: In other cities. We felt it was
20	irrelevant, but the court let it in.
21	QUESTION: So those boxes in those exhibits are
22	not in your city.
23	MR. FISCHER: No. There are boxes in our city.
24	QUESTION: Yes, yes.
25	MR. FiSCHER: I think there were 16 sites where

1	there are boxes. One was the RTA property. There are
2	coffee shops, supermarkets. They are all over the city,
3	within a quarter-mile
4	QUESTION: Are there any USA Today boxes in the
5	city?
6	MR. FISCHER: Yes. Yes, there are.
7	QUESTION: And what about them? Did they apply
8	for a permit?
9	MR. FISCHER: They have not seen fit to apply for
10	a permit.
11	QUESTION: Well, why don't you throw them out?
12	MR. FISCHER: Well, they are on private property.
13	QUESTION: Oh, private property.
14	MR. FISCHER: Either on private property or public
15	property that is not owned by the City of Lakewood, so we have
16	no jurisdiction. We are not acting as owner as to those. It
17	would just be if a zoning would come up that we would apply
18	apply to that.
19	QUESTION: May I ask on the I gather probably
20	the Plain Dealer has some on private property, too, don't
21	they, or do they?
22	MR. FISCHER: They have private property?
23	QUESTION: They have these boxes on private
24	property located within the city?
25	MR. FISCHER: Yes, Your Honor, they have 16.

carrying emergency communications.

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There have been no rentals, no rentals of any city property that do not have insurance. As a matter of risk management, every contract that the City of Lakewood makes, unless they slip up, their intention is to have indemnification and insurance. Otherwise --

QUESTION: (Inaudible.)

MR. FISCHER: Any contract.

QUESTION: Any contract.

MR. FISCHER: Any contract, whether it is --

QUESTION: But not when you grant an easement.

MR. FISCHER: An easement is an interest in real estate, which is done by a deed easement, and these things were done -- they had lighting and electricity probably before the days of the Depression, so there is nothing we can do about it.

QUESTION: Right.

MR. FISCHER: It is there. As to alternate -- one other point here. The use of the sidewalk and tree lawn area has been exclusively used for the provision of traditional city services and utilities. There has been no structure erected there that does not provide the city with a service, and there is not such a thing there now.

The traditional city services that are provided, newspaper and the sale of newspaper are not traditional city services. Therefore, the reason for having a

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might be precise, Your Honor, we filed our complaint and a motion for summary judgment based on the illegality of the violation of our First Amendment rights with respect to the complete ban. The judge summoned us into chambers, told us what his decision was some time after the motion had been submitted, and said that he was granting the motion but was holding in abeyance for a period of six days the entry of the final order to permit the city if it chose to --

QUESTION: Let's assume that the city did have the constitutional right to keep the Plain Dealer from having any boxes on the city streets. Would that make any difference in this case?

MR. GARNER: I don't think so, Your Honor. Not to the issues before Your Honor. They do permit us there, and I think the precedents of this Court when you have this unfettered, complete discretion in city officials, not only the mayor but the architectural board, the precedents are clear that it is facially challenged on that ground. It is the potential for censorship which results from that which creates the constitutional confrontation which we feel must be resolved in our favor.

So we feel the complete ban is not before Your

Honors, and we feel that the discretion in the mayor,

unfettered, the architectural board, no standards nor guides

whatsoever, and this is not, we suggest --

QUESTION: Mr. Garner, before you get all the way into the merits --

MR. GARNER: Yes.

QUESTION: -- I had missed the fact that the city
was really making an independent jurisdictional argument which
they have advanced here on the ground as I understand it that
all you had to do was apply for these rental units and no
doubt you could have had them.

MR. GARNER: Well, I don't know whether we could have had them or not, Your Honor.

QUESTION: But they say the District Court so found.

MR. GARNER: If the mayor found that no reasonable reason to deny us or he found no necessary reason to deny us, presumably we might have had our permit, but it is the potential for censorship here. We are talking for the moment about the City of Lakewood, but if I could make a short excursion outside the record, in the city — in the County of Cayuga, where Cleveland is located, there are 73 — 73 separate municipalities. Now, whether or not Mayor Sinagra would have readily issued the permit to the Plain Dealer — by the way, he was reelected yesterday, and he serves another term —

QUESTION: (Inaudible:)

MR. GARNER: Endorsed by the Plain Dealer, I might

add, Your Honor.

(General laughter.)

QUESTION: That is why you are sure you will get your boxes.

(General laughter.)

MR. GARNER: Sir? I'm sorry?

QUESTION: That is why you are sure you will get your boxes.

(General laughter.)

MR. GARNER: The experience that the Plain Dealer might well anticipate from some of the other municipalities where there have been rather detailed investigations and stories in the Plain Dealer with respect to city affairs, I think there would be serious question if this unfettered discretion, and there was no right by the Plain Dealer really effectively to go anywhere. The mayor says, no, that's it. He says safety, I'm not satisfied, that's the end of it.

The architectural board said it's not pretty enough.

That's the end of it. We have no place to go.

QUESTION: I thought there was an appeal process.

MR. GARNER: Yes, Your Honor, but I think the appeals process when we are talking about First Amendment rights is insufficient. I think the -- for example, this case started in 1982. Here we are almost to 1988. I think the precedents of this Court are ample to support the

proposition that when First Amendment rights are denied, that some kind of an appellate process is sufficient to rectify it. It probably would be anywhere from two to four years to bbtain a complete administrative and judicial review in the State of Ohio through the Ohio Supreme Court, and that we submit just does not square with the notion of First Amendment rights.

QUESTION: Mr. Garner --

QUESTION: That could happen -- that could happen if you had precise standards and you were denied and you just claimed the mayor made a mistake, and you had to go up on appeal, where you might not hear for two or three years.

MR. GARNER: If we -- well, if we had precise standards I don't see there would be much to be arguing about.

QUESTION: Well, whatever the standard is, somebody can misapply it.

MR. GARNER: I think in this case news racks are capable of very precise legislation. We are not talking about something nebulous about words that might incite somebody to a riot or something. We are talking about a news rack. Everyone knows what they look like. Everyone knows how big they are.

If the mayor or the city council feels that five feet is the distance it must be away from a fire hydrant,

so be it. Five feet, not four, five or more.

QUESTION: Yes, Mr. Garner, but suppose the regulation is no more than one news rack on any corner or whatever it might be, and then there is some dispute about which one of the competing newspapers wants that corner.

MR. GARNER: On numbers, Your Honor, the City of
Lakewood has a requirement of no more than three abreast at
this time or at any one location, three abreast. At this
time or at the time this commenced the Plain Dealer did not
complain about that, feeling that that is within the one
of what is reasonable in the City of Lakewood. Whether that
would be true in another city, I don't know, Your Honor. It
would depend on, I believe, the application of some of the
tests developed by Your Honors in other cases, the Rockford
school case, the Grayned test, the test of compatibility. If
five is compatible, then that is right.

Some cities have a great many more newspapers to be distributed.

Coming back to your precise question, I think

a limit of one would be suspect for two reasons. One, I think

it is too restrictive, and secondly, it does offer perhaps

even a pretextual use of --

QUESTION: Well, we can't even three do that.

The record suggests --

MR. GARNER: -- which -- a precise selection of

which publisher can occupy that spot.

QUESTION: The record suggests U.S. News and World Report gets one, New York Times another, and the Plain Dealer the third. Supposing a fourth paper comes in, and they say, well, we have already used up all the three stand slots?

MR. GARNER: Well, they would have to move -- they would have to move down the street a ways. They are not forbidden anywhere else in the city. Just, they can't attach it --

QUESTION: Well, supposing they make a map, and on the map they list all the permissible sites, and no more than three at any one of these sites, and you people all get these three, and a fourth paper comes in. I guess they are just out of luck.

MR. GARNER: I don't believe, Your Honor -QUESTION: Real precise standard.

MR. GARNER: -- the map listed all the permissible sites. I believe what is in that --

QUESTION: No, I am giving you a hypothetical.

MR. GARNER: Oh.

QUESTION: A hypothetical ordinance. You get all the standards you want in, and they are very, very definite, but these are the sites, no more than three at any one of these 30 or 40 sites, they are all taken, and

somebody else comes along and said, we would like a site. 1 MR. GARNER: If we are talking about the traditional 2 public forum here, which is, of course, the entire sidewalk, 3 an entire block long, and it is difficult to imagine that three boxes would occupy the whole block. They would occupy 5 that portion of the block, but the rest of that block would be 6 available for other publications. 7 QUESTION: And suppose they then say, well, since 8 we can't accommodate all four without having what we consider 9 visual blight by too many of these, we just decided not to 10 allow any. 11 MR. GARNER: I think that a complete ban on 12 boxes -- is that Your Honor's question --13 QUESTION: Yes. 14 MR. GARNER: -- anywhere in the jurisdiction? 15 QUESTION: I am just realy not sure that 16 isn't some --17 MR. GARNER: Again, I don't believe it is in the 18 case, Your Honor, but I think it would clearly be unconsti-19 tutional. 20 QUESTION: What case from this Court do you cite 21 22 for that conclusion? MR. GARNER: The exercise of First Amendment 23 rights? 24. 25 OUESTION: No, no, that a flat ban on the renting

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space for vending machines would come --1 2 MR. GARNER: We don't agree that we are renting 3 That is the city's characterization of what is 4 occurring here, Justice O'Connor. 5 I am just asking what case you rely upon QUESTION: 6 from this Court that space on the sidewalk must be permanently 7 set aside for the newspaper's vending machines. 8. MR. GARNER: We don't -- I can't quite agree with 9 your characterization of permanently set aside. 10 QUESTION: Stop disagreeing with my characterization 11 and give me a citation, if you would. 12 MR. GARNER: I think any of the cases, Lovell, 13 or any of the cases, Shuttlesworth, Coxby, Louisiana, any 14 of the cases which talk about the exercise of First Amendment 15 rights. 16 QUESTION: I just didn't find any of those directly 17 relevant to the giving up of space on a city sidewalk or 18 otherwise for a permanent device of some kind. 19 MR. GARNER: I don't believe that it is a permanent 20 giving up. I said we --21 QUESTION: It is not hourly, is it? 22 MR. GARNER: No, no, it is not hourly, Your Honor. 23 QUESTION: It isn't yearly either. MR. GARNER: Well, it could be whatever 24 25 QUESTION: Well, if you quit --

MR. GARNER: -- whatever is reasonably necessary, 1 Your Honor. 2 QUESTION: If you didn't get enough nickels and 3 4 dimes in it, you would move it, I suppose. MR. GARNER: I think that's probably correct. 5 QUESTION: Up until that time, it is going to 6 be there. 7 MR. GARNER: Not if there is a legitimate or logical 8 reason for moving it, street repairs, parade going to 9 occupy the property, whatever reason. 10 QUESTION: Could I ask you on the discretion ---11 MR. GARNER: Yes, sir. 12 QUESTION: -- end, take the city -- is it the city 13 architect, architectural board? 14 MR. GARNER: Yes. 15 QUESTION: What if the ordinance said, the 16 design of these 25 by 50 inch boxes shall be the design 17 specified by the architectural board, and the architectural 18 board meets, and it publishes a specific design. If you 19 want a news box, you would have to have it this way, no other 20 way. And there is a -- you wouldn't have any objection if 21 in the ordinance it says 25 by 50 and the design is as follows, 22 23 colon, and it has a drawing in it of the precise --MR. GARNER: If -- two or three observations, Your 24 One, if it is a box, if there is a box available that 25 Honor.

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could meet the specifications, obviously.

MR. GARNER: Well, I am not sure that would be possible. You might be coming back to the --

QUES'TION: Well, you would have to make one.

QUESTION: Well, then you are back to whether there is a constitutional right to get on the sidewalk. What about my -- what if it were perfectly feasible to make a box precisely to conform with the architectural board's specifications? Would you say that that is uncontrolled disrection?

MR. GARNER: I don't think if it is precise and it is reasonable and it is available, I can't say that it is necessarily wholly unreasonable.

QUESTION: But having the architecture board have so little bit of discretion even gives you a little bit more room. It is more favorable to you.

MR. GARNER: Having the architectural board with this unlimited discretion permits them to turn down any box that they desire to turn down, no matter what the publisher is, whether it is because of the box or whether it is a pretextual reason.

QUESTION: I would think you would rather have it this way and have the architectural board specify in detail what your box has to be.

MR. GARNER: We would be pleased and, I think, would

in areas zoned residential, and struck down the rest of it

1	QUESTION: So it is just temporary, pending the
2	resolution of the case?
3	MR. GARNER: Well, those particular points are,
4	yes. The rest of it is all in position.
5	QUESTION: Well, Mr. Garner, was the idea
6	that if this Court affirmed, then after 60 days would not the
7	interim ordinance continue in effect?
8	MR. GARNER: Yes. That is my understanding,
9	Your Honor.
10	QUESTION: Could that be interpreted as a threat?
11	MR. GARNER: As a threat?
12	QUESTION: Yes.
13	MR. GARNER: Well, I don't know what would happen,
14	depending on what this Court does, obviously. I think they
15	might very well go back to where they started, the complete
16	ban.
17	QUESTION: Well, they are trying to influence this.
18	MR. GARNER: Yes. Well, I don't know, Your Honor.
19	QUESTION: For what other reason would they pass it
20	MR. GARNER: Would they pass it? Well
21	QUESTION: For what other reason?
22	QUESTION: Because the Plain Dealer wanted their
23	boxes on the street.
24	QUESTION: But I am trying to understand, the
25	substitute ordinance is now in effect pending the outcome of

1	this case?
2	MR. GARNER: The substitute ordinance is
3	substantially in toto in effect. The portions that are not
4	in
5	QUESTION: Without the objectionable feature?
6	MR. GARNER: Excuse me.
7	QUESTION: Without the objectionable features.
8	MR. GARNER: Yes, that's right.
9	QUESTION: Well, then, while that ordinance is in
10	effect, have you gone ahead and installed some boxes?
11	MR. GARNER: No, we have not, Your Honor.
12	QUESTION:: Why not?
13	MR. GARNER: Because if
14	QUESTION: Because, you know, time is of the
15	essence in these First Amendment issues, I understand.
16	You can't wait for an appeal.
17	(General laughter.)
18	QUESTION: You had better get those boxes out
19	there.
20	MR. GARNER: Well, Your Honor
21	QUESTION: Perhaps you don't have enough confidence
22	in your case here.
23	(General laughter.)
24	MR. GARNER: We thought, as I suggested earlier, we
	think this is a very important case and from the Plain

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QUESTION: In other words, you'd rather win the

MR. GARNER: Yes, that's correct, Your Honor. We think we are entitled to a decision that we obtain -- that we obtained from the Court of Appeals, and we did not appeal this case. We were satisfied, or we did not seek certiorari from this Court. So what we want is what the Court of Appeals ruled. We think that is satisfactory, and that is satisfactory whether we go to the other 73 other municipalities.

QUESTION: And that's because you're concerned about the 79 other municipalities, I gather.

MR: GARNER: I'm sorry, Your Honor.

QUESTION: That's because of your concern about all the other municipalities.

MR. GARNER: Yes. The Plain Dealer's concern about all the other --

The Plain Dealer operates them all? QUESTION: MR. GARNER: All 73, yes, and more. That's just the one county, now. That's just the one county. There are a number of other municipalities in the surrounding counties. Oh, yes. And that is the reason that we are here, because Mr. Fischer brought us here, but that's the reason that we urge this Court.

QUESTION: Are any other news boxes on the street?

1	MR. GARNER: In Lakewood?
2	QUESTION: Yes.
3	MR. GARNER: Not to the best of my knowledge,
4	Your Honor.
5	QUESTION: But no one has taken advantage of this
6	interim ordinance?
7	MR. GARNER: As far as I know, that's correct.
8	QUESTION: Because if there hadn't been this
9	interim ordinance, there wouldn't have been any ordinance
10	in effect at all after the Court of Appeals' judgment.
11	MR. GARNER: That's correct. That is correct.
12	Anybody would have been free to
13	QUESTION: And then if you had wanted to get on the
14	street, you would have a little problem getting your boxes
15	on the street without an ordinance.
16	MR. GARNER: Without an ordinance.
17	QUESTION: Or would you just say we are going to
18	put them up because we have the constitutional right to be
19	there?
20	MR. GARNER: I think that's I can't speak yes
21	it is true, Your Honor. In a number of cities there are no
22	ordinances whatsoever dealing with news racks.
23	QUESTION: Yes, but they don't object to the
24	newspapers being there.
25	MR. GARNER: Right, they acquiesce in it, correct.

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QUESTION: They acquiesce in the unfettered 1 discretion of the mayor, I presume. 2 (General laughter.) 3 MR. GARNER: Well, if it is unfettered, it is 4 unexercised as well. 5 QUESTION: Well, he exercises it by not objecting. 6 7 MR. GARNER: Yes, Your Honor. QUESTION: Well, they are out in front of this 8 building. You can buy the -- whatever you want out there, 9 except the Plain Dealer. 10 (General laughter.) 11 MR. GARNER: Well, I think, Your Honor, there is 12 probably more call for different publications in the City of 13 Washington certainly than the City of Lakewood, Ohio. A 14 great many more publishers want their newspaper here in the 15 nation's capital than they do in the City of Cleveland or 16 its suburban areas. 17 QUESTION: Of course, that doesn't mean it wasn't 18 litigated. It was, a few years ago. 19 MR. GARNER: Yes. With respect to the insurance 20 I would say -- make a couple of observation. One has two 21 parts to it. One is the indemnity which, as I read it, is so 22

broad that the Plain Dealer or the press, small "p", is

be the city's fault if there is a news rack even

called upon to indemnify the city for things that may even

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collaterally involved one way or another, and I think that kind of provision, without respect to the First Amendment, would be abhorrent. More importantly, the insurance, from the questions of the Court, I believe they were all directed toward the fact that the requirement is solely for insurance to be provided by the newspaper publishers who use these news racks, the other privately owned utilities. Nobody else is called upon for the same thing. We think that quite clearly singles out the press in an unconstitutional --

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QUESTION: Well, the city takes the position, I quess, that it is renting the space for the vending devices and that it would charge -- require the furnishing of insurance for anyone who rented space from the city.

MR. GARNER: Yes. May I state my view of what I think the relationship is of the Plain Dealer or a publisher with its rack on the street and the city? We don't view it as a possessory interest of any sort, nor do we view it as a property right. The word "rental" connotes to me some sort of a passage of an interest in real property, paying money for a right to do something. It is assignable, it is this, it is that.

What I conceive or perceive we have is a First Amendment right, the same as it would if we had a news hawker out there. A news hawker can stand there. We have a First --

QUESTION: What if we think that it is different,

that it is a physical occupation of city property, and that that is distinguishable from allowing people to walk on the sidewalk and sell newspapers.

MR. GARNER: Yes. Oh, there is no question about that, that this is a fixed device, it is there, it doesn't get cold, it doesn't go to lunch. It is there to provide newspapers to the public at all hours --

QUESTION: Twenty-four hours a day.

MR. GARNER: Twenty-four hours a day. We think it is --

QUESTION: Week in and week out, month in and month out. Now, what if we think that is different?

MR. GARNER: Well, I think it is different, Your Honor. I think it is different in particular in the respect that it far better serves the public that may desire to buy newspapers. It serves them 24 hours a day.

QUESTION: But you assert that it is not possible under the First Amendment for the city to require indemnity insurance for those devices? I think that is a remarkable proposition.

MR. GARNER: No, I am not suggesting that,
Your Honor. No. No, I am not suggesting that. I think
the evil was the one that was suggested by the earlier
questioning, and that is the singling out of the press.

QUESTION: What if they say that for every situation

question further, that we do think that this is somehow a

property interest and that the city can lease these stations in a way. Is it your position that every provision of the lease contract must be spelled out in the ordinance and there can be no variation from one contract to another?

MR. GARNER: I think the ordinance could be very specific, Your Honor.

QUESTION: I didn't ask whether it could be very specific. I asked a simple question, must every provision of the lease contract be in the city ordinance, including the price, and the mayor would not have the ability to alter the price from year to year. Would that be too much discretion?

I mean, I am trying to think of how you could set up a sensible system. It doesn't seem to me the city is being vindictive or coming down on the press which endorses their mayor or anything like that. It seems to me they are trying to do a reasonable thing, and I'd like to know, what do you suggest they could have done differently?

For instance, that provision -- such are the terms and conditions deemed necessary and reasonable by the mayor.

Well, I can think of a million things that could come up, why in one particular location you have to add an additional condition besides the ones you normally think of, this location is near a school or who knows what?

I think it seems to me quite reasonable to put in that residual clause. Now, you don't like it. What would

you have said instead?

MR. GARNER: Well, I don't like it because of the threat of censorship, Your Honor. What would I have said?

It was something considerably less than that. I think that --

QUESTION: Such as what?

MR. GARNER: Such as the -- if there is in the future there arises a safety factor demonstrated to the satisfaction of whoever, the matter will be brought to the attention of the publisher and it will be discussed with the publisher, whatever. I don't know, Your Honor.

QUESTION: I don't know either, and that is part of the problem. I mean, it seems to me that what counsel for the city raises is a reasonable thing. You need a little bit of give if you are writing God knows how many contracts for stations all over the city. They won't necessarily be identical. Now, how can that all be handled and specified in one city ordinance?

MR. GARNER: Well, I don't know of anything that the -- in the four or five years that we have been talking about this that the city has suggested they would add, except onething. They said they forgot to put in a prohibition against placing a rack in a handicapped -- or a news rack in a handicapped ramp. So the new ordinance has that in.

in.

One possibility, obviously, Your Honor, is amending the ordinance when something occurs to them. If there is an emergency, if Halloween a prankster moves a box out in the middle of the street, obviously the local police are going to handle the situation. But I think that this is an area where you are dealing with boxes that everybody can identify. They understand them. I think you can be absolutely specific.

Except for the direct of emergencies, most anything that turns up subsequently could be very well handled at the next regular or special meeting of the council.

QUESTION: May I ask you a question on another subject? Are there any ordinances either in Cuyahoga County that pertain to the retail sale of newspapers, magazines, and the like on public property? I know in a lot of cities there are public newsstands that are operated by human beings rather than these inanimate objects. Are they generally the subject of ordinance?

MR. GARNER: So far as I know, there are no public newsstands on public property in Cuyahoga County.

OUESTION: In that area. I see.

MR. GARNER: I know of none. Unlike Washington.

I don't recall ever having seen one.

QUESTION: Bus stations. The railroad station.

MR. GARNER: Oh, yes, the stations.

QUESTION: The airports.

MR. GARNER: Bus stations have news racks. The bus stations do. The railroad station does. Any number of the RTA stations, the Rapid Transit stations, all those do. Yes, Your Honor.

I believe, Your Honors, we have covered everything that I desire to bring to the attention of the Court, and it is obvious that we urge affirmance of the decision of the Court of Appeals in its entirety.

Thank you.

CHIEF JUSTICE REHNQUIST: Thank you, Mr. Garner.

Thank you, Mr. Fischer.

The case is submitted.

(Whereupon, at 1:58 o'clock p.m., the case in the above-entitled matter was submitted)

REPORTER'S CERTIFICATE

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DOCKET NUMBER: 3

86-1042

CASE TITLE: City of Lakewood vs. Plain Dealer Publiching Co

HEARING DATE: November 4, 1987

LOCATION:

Washington, D.C.

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are contained fully and accurately on the tapes and notes reported by me at the hearing in the above case before the Supreme Court of the United States. and that this is a true and accurate transcript of the case.

I hereby certify that the proceedings and evidence

Date: November 12, 1987

margaret Dalis

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