EMPLOYMENT LAW BULLETIN

The Newsletter of Lehr Middlebrooks Price & Proctor, P.C.

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TO OUR CLIENTS AND FRIENDS:

It is our pleasure to announce that Cinda R. York, Esq., has become associated with our Ms. York graduated from Yale Law firm. School, where she was managing editor of the Yale Journal of Law and Humanities, and from Birmingham Southern College (summa cum laude). She served as law clerk to the Honorable Ed Carnes of the United States Court of Appeals, 11th Circuit, and the Honorable William M. Acker, Jr., United **States District Court for the Northern District** of Alabama. Cinda's addition to the firm will enable us to continue to provide you with the highest quality of professional services rendered in a prompt and efficient fashion.

NEW RULES REGARDING EMPLOYER USE OF APPLICANT OR EMPLOYEE CREDIT REPORTS

If you use credit reports as a factor in hiring or promotion determinations, then we encourage you to review the enclosed information regarding changes to the Fair Credit Reporting and Disclosure Act. These changes become effective on September 30, 1997. The key changes include the following:

You must receive permission from the applicant or employee before using a credit report;

If you are not going to hire the applicant or will make an adverse decision regarding an employee due to the credit report, you must notify the applicant or employee of their rights and provide them with a copy of the report **prior** to informing them that an adverse decision has been made.

Because this law has several specific requirements in order for employers to comply, we have enclosed for your review the following information:

- 1. A memorandum summarizing your rights and responsibilities under this law.
- A copy of the notice to users of consumer reports regarding obligations under the Fair Credit Reporting and Disclosure Act.
- 3. A summary of consumer rights under the Fair Credit Reporting and Disclosure Act which you must disclose if the consumer report will be used as a basis for an adverse employment decision.
- 4. A sample authorization for the applicant or employee to sign regarding the disclosure of the consumer report.
- 5. Sample letters to an applicant or employee where the consumer report has been a basis for an adverse employment decision.

What steps should you take now to comply? First, review your employment application. A general consent on the application to the employer obtaining a consumer report will no longer be

effective; the consent must be on a separate sheet of paper, although it can be attached to the employment application. If an applicant or an employee refuses to give his or her consent, you may refuse to hire the applicant or consider the employee for the promotion. Second, prepare sample letters to send to applicants or employees if the consumer

report is a factor in your employment decision. Third, prepare a packet to the applicant or employee if an adverse decision is made based upon the consumer report. This packet should include a copy of the consumer report and a notice of the individual's rights under the Fair Credit Reporting and Disclosure Act.

UNIONS LEAD CAMPAIGN FINANCE CASH FLOW

According to a report issued on September 9, last year organized labor spent \$119 million on federal political activity. Sixty-six million dollars of that total was spent on direct contributions to candidates, while the remainder was spent on lobbying and other political activity. The report was issued by a nonpartisan organization known as the Center for Responsive Politics, and is entitled "Political Union: The Marriage of Labor and Spending." According to the report, unions outspent the business community during the 1996 elections by a ratio of seven to one. The leading contributors were the American Federation of State, County and Municipal Employees (\$3.1 million), the Teamsters, National Education Association, and Laborers International (\$2.8 million each). The Auto Workers and Food and Commercial Workers each contributed \$2.7 million. Those candidates who received the greatest political contributions from unions were Senators Feinstein of California (\$655,000.00), Harkin of Iowa (\$620,000.00), Conrad of North Dakota (\$474,000.00),Glenn of Ohio (\$456.000.00).Wellstone of Minnesota (\$407,000.00), and Torricelli of New Jersey (\$406,000.00). Out of the total amount of political contributions to candidates, only \$4 million from organized labor was contributed to Republican candidates. The UAW spent the most of any union on lobbying, a total of \$2.9 million. A copy of the report can be obtained by calling the Center at 202/857-0044.

WHEN DOES RELIGIOUS PROSELYTIZING BECOME HARASSMENT?

This issue was considered recently by the 7th Circuit Court of Appeals in the *Venters v. City of Delphi* (August 19, 1997). The essence of the lawsuit was an employee complaining that her supervisor placed her in a situation of either conforming to his religious beliefs or losing her job. Using an analogy to sexual harassment claims, the court said that the religious remarks to the employee "were uninvited, were intrusive, touched upon the most private aspects of her life, were delivered in an intimidating manner, in some cases were on their face scandalous, and were unrelenting."

Venters worked for the city as a police dispatcher, and reported to the Chief of Police, Ives. According to the court, Ives made it clear to Venters that he was a born-again Christian, that he thought that his decisions as chief should be based upon his religious faith, and that he had "been sent by God to [the employer] to save as many people from damnation as he could." The police chief spoke to Venters often about the Bible, and her own salvation. His comments to her about her salvation made her believe that he thought she was immoral. He referred to the police station as "God's house" and told Venters that she should play by "God's rules." He also told her that she needed to be "saved" in order to be considered a good employee.

As you could predict, Venters and the chief started to have work-related disagreements. The chief suggested that one way to resolve those disagreements would be for Venters to seek spiritual counseling and attend church services with him. On one occasion after telling the chief that she did not go to church, the chief told Venters that "she had a choice to follow God's way or Satan's way, and that she would not continue working for Ives if she chose the latter." Ives also told Venters that she lived a "sinful life," that he thought she had sexual relations with family members, and that he believed that she was sacrificing animals. He also told her that he thought suicide was a better alternative than her lifestyle.

The lower court dismissed Venters' claim in part because the court concluded that as a prerequisite for alleging religious harassment, an individual must show that he or she sought an accommodation of their own religious beliefs or practices. According to the appeals court, requesting religious accommodation is not at all necessary in order for an individual to claim religious harassment. Using the principles of sexual harassment case analysis, the court said that this case raises a question of whether there is a "*quid pro quo*" form of religious harassment, something to the effect of "adopt my beliefs or you are fired."

This case is instructive to employers in several respects. First, analyzing whether behavior is a form of religious harassment follows the sexual harassment model. That is, is there pressure from the employee's supervisor to adopt that individual's religious beliefs or practices, or else face job harm? Such a claim would be of the "quid pro quo" form of harassment. Second, an employee may be subjected to a hostile environment regarding religious beliefs. For example, unwelcome comments to or about an employee's religious beliefs could be a form of hostile environment religious harassment. What if a supervisor is involved in conducting or approving employee prayer meetings at work? Is that illegal? No, but that could be potential evidence in an employee's hostile environment or quid pro quo claim. Employers are wise to ensure that their harassment policies are broad enough to include forms of harassment other than just sexual, providing employees with the opportunity to express concerns about any form of harassment, including religious.

EMPLOYER PROHIBITION OF PRESCRIPTION DRUG USE VIOLATES AMERICANS WITH DISABILITIES ACT

The price of a room just went up at the Cheyenne Mountain Conference Resort in Colorado Springs, Colorado. The problem for the resort was its drug policy, which stated that "prescribed drugs may be used only to the extent that they have been reported and approved by an employee's supervisor." The policy was distributed to all five hundred employees, who were told that if they refused to sign the policy, they would be terminated. Employee "Jane Roe" refused to sign, she was terminated, and sued claiming among other things a violation of the Americans with Disabilities The district court agreed with Roe, but Act. refused to enjoin the company from enforcing the policy. The court of appeals determined that an injunction should have been issued because the policy was still in effect. In fact, the court of appeals stated that the resort showed "defiant hostility" by refusing to rescind its policy after the district court ruled that it was illegal.

According to the court, the ADA issue is a straightforward one. Under the ADA, an employer is prohibited from making inquiries of an employee to see whether that employee has a disability, or requiring the employee to make disclosures to the employer about the employee's medical condition. There are exceptions to this principle, such as an employer's observation of employee behavior or other job-related reasons for doing so. In this case, however, an across-the-board policy compelling employees to disclose this information to supervisors clearly violated the ADA. How could the employer have revised its policy to comply with the ADA? The employer could provide that an employee must make such a disclosure if the effects of the medication may create the risk of a jobrelated accident or interfere with the employee's job performance.

GENERAL ACCOUNTING OFFICE ISSUES ANALYSIS OF WORKER PROTECTION PROGRAMS

The General Accounting Office conducted an analysis of employer ergonomic programs and their impact on work-related injuries and workers' compensation costs. The companies surveyed covered all aspects of American industry. Based upon the survey, GAO concludes that the companies with the lowest workers' compensation claims, job-related injuries, and musculoskeletal problems have the following six factors in common:

- < Jobs are studied and identified as to which present the greatest risk of harm to an employee.
- < Controls are identified to use for the problem jobs.
- A strong and continuing emphasis is placed on safety training and education for all employees.
- The safety programs include significant employee involvement.
- The program includes effective medical management, where the health care professionals know the jobs and the workplace.
- The success of the program starts at the top: There is a strong commitment from upper level management to the program such that it becomes ingrained as part of the company's culture.

One of the most critical issues for employers is not addressed in the study, which is the cost of such programs. A copy of the report may be obtained for free by writing to U.S. General Accounting Office, P.O. Box 37050, Washington, D.C. 20013, and ask for the GAO Report "Worker Protection: Private Sector Ergonomics Programs Yield Positive Results."

FAMILY-RELATED ABSENCES NOT CONSIDERED FMLA OR OTHERWISE PROTECTED, RULE COURTS

Two recent cases raise sensitive issues concerning family-related absences that do not fall within the protection of the Family and Medical Leave Act or any other federal or state law. The first case, Upton v. JW Businessland, Inc. (Mass. Sup. J. Ct., August 18, 1997), involved a single mother who refused to work overtime. She claimed that when she was hired, she was told that her work hours would be from 8:15 a.m. until 5:30 p.m., except for two late Based upon those evenings a month. representations, she made the necessary childcare arrangements. It turns out that she had to work late several evenings each week, sometimes until 9:00 or 10:00 p.m. After telling her employer that she would no longer be able to work those hours due to her childcare responsibilities, the employer terminated her. The employee claimed that her termination violated public policy, because an employer should not be able to terminate an employee who cannot work overtime due to family responsibilities. In rejecting that argument, the court stated that the plaintiff requested that the general termination at will rule should be converted into a "just cause to terminate an at-will employee" rule, which the court declined to do. Therefore, although the employee had compelling family responsibilities, the employer had the right to terminate the employee due to her inability to work overtime.

The second case, *Dillon v. Carleton* (D.Ct. M. Fla., August 14, 1997), involved an employee who requested leave under FMLA to care for her child who had a hyperactivity disorder. The employee had attendance problems throughout her employment. Three years after she was hired, and in the midst of her attendance problems, it turns

out that the employee's son was diagnosed as having attention deficit hyperactivity disorder. She requested a modified work schedule in order to make appointments for her son and to assist him at school. The employer accommodated this request for a reduced work week. Several months later, however, the employee asked to work additional hours because of her financial needs. The employer Unfortunately, granted this request. the employee's child began acting up at school and the employee requested an accommodation to her However, the healthcare former schedule. professional treating the employee's son refused to certify that his behavior was due to a serious health condition. Therefore, the employer refused the employee's request for accommodation. The employee was told that if she did not report to work when she was scheduled and remain until the end of her scheduled work day, she would be terminated. The employee continued to be absent because of her son's behavioral problems at school, and she was terminated. The employee claimed that the employer violated the FMLA in part because the employer did not request a second medical opinion. The court pointed out, however, that the employer was not required to ask for a second medical opinion; it had the right to rely on the medical opinion provided by the employee. Because the employee was unable to substantiate that her absences were due to a serious health condition for her son, the court ruled that the employee's absences were not protected by the FMLA and the employer had the right to terminate her.

Both cases illustrate that at times employers may be faced with a situation where an employee's family-related absence is not protected by the FMLA or any other law, however compelling or legitimate the reason for the absence. The outcome in both cases was the same, although under one circumstance the employer made great efforts to accommodate the employee. Employers can help minimize potential claims such as those described in these cases if their attendance expectations to employees are clear from the outset of the employment relationship, and clearly communicated when they change. Be flexible, when possible, but also be confident when you can draw the line and conclude that the employee's absences, however compelling, can no longer be accommodated.

DID YOU KNOW...

... that by a vote of 92 to 8, the U.S. Senate on September 11 approved a bill that would require the Teamsters to repay the federal government the cost of monitoring the rerun election involving Ron Carey and other top Teamsters officials? The federal monitoring of the Teamsters arose out of a 1989 consent decree due to a racketeering lawsuit that was filed against the union. It cost the federal government \$22 million to conduct last year's election.

. . .that same sex vulgarity is not a form of same sex sexual harassment, ruled the 7th Circuit in the case of Johnson v. Coca-Cola Bottling Company of Wisconsin (August 28, 1997)? According to the court, "More often than not, when these expressions are used (particularly when uttered by men speaking to other men), their use has no connection whatsoever with the sexual acts to which they make reference. . .even when they are accompanied, as they sometimes were here, with [gestures]." The court characterized these comments as "simply expressions of animosity or juvenile provocation."

...that an employee who quit her job because of a disability is not entitled to reinstatement as a form of reasonable accommodation? *Brundage v. County of Los Angeles* (Cal. Ct. App., August 21, 1997). At the time the employee quit, the employer was unaware of any disability. The employer is not required to undo the employee's separation because now the employee claims that her actions resulting in the separation were due to her disability.that the AFL-CIO on September 4 announced that it was targeting working women for its legislative and organizing efforts? The AFL-CIO has created a "working women working together network" in order to assist in organizing. Furthermore, the organization will seek the passage of the Fair Pay Act and the Pay Check Fairness Act. According to a study from the AFL-CIO Working Women's Department, 73% of the women surveyed who are not represented by a union believe that unions can be helpful to address women's workplace issues.

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The <u>Employment Law Bulletin</u> is prepared and edited by Richard I. Lehr and David C. Skinner. Please contact Mr. Lehr, Mr. Skinner, or another member of the firm if you have questions or suggestions regarding the <u>Bulletin</u>.

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