

STATE OF CALIFORNIA

AGRICULTURAL LABOR RELATIONS BOARD

D'ARRIGO BROTHERS	)	Case Nos.	79-CE-222-EC
COMPANY, INC.,	)	79-CE-204-EC	79-CE-247-EC
	)	79-CE-205-EC	80-CE-8-EC
Respondent,	)	79-CE-206-EC	80-CE-78-EC
	)	79-CE-207-EC	80-CE-81-EC
and	)	79-CE-208-EC	80-CE-115-EC
	)	79-CE-219-EC	80-CE-116-EC
UNITED FARM WORKERS OF	)	79-CE-220-EC	80-CE-146-EC
AMERICA, AFL-CIO,)		
)		
Charging Party.	)	9 ALRB No. 30	

DECISION AND ORDER

On February 11, 1981, Administrative Law Judge (ALJ)^{1/} Stuart W. Wein issued the attached Decision and recommended Order in this proceeding.^{2/} Thereafter, Respondent, General Counsel, and the United Farm Workers of America, AFL-CIO, (UFW) each timely filed exceptions, with a brief in support of exceptions, to the ALJ's Decision. Each party thereafter timely filed a brief in reply to the exceptions of the other parties.

Pursuant to Labor Code section 1146, the Agricultural Labor Relations Board (ALRB or Board) has delegated its authority

^{1/}At the time of the issuance of the ALJ's Decision, all ALJ's were referred to as Administrative Law Officers. (See Cal. Admin. Code, tit. 8, § 20125, amended eff. Jan. 30, 1983.)

^{2/}This proceeding is based on three consolidated complaints covering 15 unfair labor practice cases. The allegations based on one of the cases were dismissed by the ALJ during the course of the hearing pursuant to a request of the General Counsel, Case No. 79-CE-222-EC. Seven of the remaining cases were severed by the ALJ pursuant to a formal settlement agreement between the parties: Case Nos. 79-CE-204-EC, 79-CE-205-EC, 79-CE-206-EC, 79-CE-219-EC, 80-CE-8-EC, 80-CE-81-EC and 81-CE-115-EC.

in this matter to a three-member panel.

The Board has considered the record and the ALJ's Decision in light of the exceptions and briefs of the parties and has decided to affirm his findings, rulings, and conclusions of law only to the extent consistent herewith and to adopt his recommended Order as modified herein.

Failure to grant promised bonus. We find merit in Respondent's exception to the ALJ's finding that it failed to fulfill a supervisor's promise of an end-of-season bonus to tractor drivers in order to discourage the worker's support for the UFW in violation of Labor Code section 1153(c) and (a).

Tractor drivers Adolfo Martinez and Juan Cervantes testified credibly that in July of 1979, supervisor Ray Gutierrez told the members of the irrigation crew that they would receive a year-end bonus of \$50, \$100 or \$150 if they met certain conditions. Gutierrez offered no explanation for the differential and did not state whether the bonus would be a payment to the crew as a whole or in separate payments to the crew members.

Although Gutierrez was called by the General Counsel to testify on two separate occasions during the course of the hearing, he was never questioned about the alleged promise. Gutierrez left Respondent's employ in October 1979. In December 1979, before the season had ended, crew members asked labor relations director Kelly Olds about the status of the bonus which Gutierrez had mentioned. Olds replied that he had no prior knowledge of Gutierrez' alleged promise, and stated that Gutierrez had no authority to make such a promise, that no such bonus had

been authorized or contemplated by Respondent, and therefore that no bonuses would be paid.

Even assuming that Gutierrez did make a promise which Respondent subsequently declined to honor, no violation of the Agricultural Labor Relations Act (Act) can be found absent a showing that either Gutierrez' promise, or Respondent's subsequent disavowal thereof, was related to the employees' union activities. The ALJ apparently interpreted Martinez' and Cervantes' account of Gutierrez' statements to find therein an implied suggestion that payment of the bonus was conditioned on the employees' avoidance of union-related interruptions in their work. Martinez testified that Gutierrez had said:

Boys, the machines are going to start working. And, he said, the old man - because this is what they called [district manager] Harry Davis - said to me for me to offer you bonuses so that you will do better work and the machines will be stopped for less time and that you will take care of the equipment.

Cervantes testified that Gutierrez told him:

Jesus, this year you will have bonuses so that you'll work well as you have up until now and you will not be involved in so many problems and all those things.

We believe that a fair reading of Gutierrez' statements suggests only that he was attempting to encourage the workers to maintain and service their tractor equipment in order to avoid "... so many problems," i.e., "down time" due to mechanical malfunction. Those statements, without more, do not warrant a finding that the workers were promised additional compensation if they abstained from participation in union activities. General Counsel has not proved, by a preponderance of the evidence, that,

as alleged in the complaint, Respondent's withdrawal of the bonus program was discriminatorily motivated by the employees' union activities. We find no violation of Labor Code section 1153(c) or (a) and therefore we hereby dismiss the allegation.

Unilateral change in harvest wage rate. As alleged by General Counsel, the ALJ found that Respondent increased the wages of its Imperial Valley harvesting crew upon the commencement of the Imperial season in November of 1979 without giving the UFW prior notice thereof or an opportunity to bargain about the increase, and thereby violated Labor Code section 1153(e) and (a). As there was no increase in the harvest wage rate in November 1979, we find merit in Respondent's exception to this finding.

In D'Arrigo Brothers Company (1982) 8 ALRB No. 45, we found that Respondent had unilaterally increased the wages of its harvest workers in the Salinas Valley in August 1979. We rejected Respondent's past-practice defense for its actions, concluded that it had violated its duty to bargain with the incumbent union, and issued an appropriate remedial Order.

It was that increased wage rate which the Salinas workers earned, beginning in Salinas in August 1979 and continuing thereafter when they subsequently harvested for Respondent, first in Arizona, and ultimately in the Imperial Valley in November of that year. There were no further adjustments to their wages after August. As General Counsel has not set forth a prima facie violation of the Act, we hereby dismiss the allegation.

Failure to adjust wages for the permanent Imperial Valley ranch crew. Having alleged that Respondent unilaterally increased

the wages of its Imperial Valley harvesters in November 1979, as discussed above, General Counsel alleged further that Respondent failed to contemporaneously raise the wages of its permanent Imperial Valley ranch crew in order to discourage the crew's support and activities in behalf of the UFW. As the ALJ had already found, erroneously, that Respondent raised the wages of its harvesters at the beginning of the Imperial season, he assumed that Respondent was therefore obligated to similarly raise the wages of the permanent ranch crew as well. He concluded that Respondent's failure to grant the raise was intentional and based on the permanent employees' visible support for the UFW, and that Respondent thereby violated Labor Code section 1153(c) and (a). We find merit in Respondent's exception to those findings.

Kelly Olds, Respondent's labor relations director, testified that the crew's wage rates are dictated solely by the prevailing Imperial Valley rate for tractor drivers, irrigators, shovelers, and sprinkler workers and that there had been no upward movement in the prevailing rate for those job classifications after March of 1979, at which time the crew had been granted an increase. Olds recounted the results of his telephone survey of area growers which he said established no change in rates for the aforementioned job classifications. During the course of the hearing, counsel for General Counsel indicated that he intended to independently assess the sources of Olds' information in an attempt to discredit his assertion that the prevailing rate had remained constant since the preceding March. Later in the hearing, however, General Counsel conceded that he was not optimistic that

he would be able to refute Olds' claim.

Even if General Counsel had established a prima facie case of unlawful discrimination, which he did not, we would find that Respondent has met its countervailing burden of proving a nondiscriminatory business justification for not raising the wages of the ranch crew in November 1979.^{3/} (Wright Line, Inc. (1980) 251 NLRB 1083 [105 LRRM 1169].) Accordingly, we dismiss the allegation.

Change in seniority classifications. General Counsel alleged that Respondent's implementation of a new seniority system for irrigators and shovel workers in October 1979 was designed to adversely affect the seniority status of seven irrigators in retaliation for their union activities and therefore was in violation of Labor Code section 1153(c) and (a). General Counsel alleged further that Respondent failed to notify and bargain with the UFW over this change in violation of Labor Code section 1153(e) and (a).

The ALJ agreed, finding that Respondent's failure to continue to rank the shovelers last for purposes of seniority was a deviation from its past practice in retaliation for the union activities of the irrigators who were "bumped" by the shovelers under the new arrangement. The ALJ also found that Respondent violated its duty to bargain by its failure to notify and negotiate

^{3/}Moreover, we have already rejected the underpinnings of the ALJ's analysis. Since we found that Respondent did not raise the harvest wage rate at the commencement of the season in the Imperial Valley, the ALJ's reasoning, based on a purported obligation of Respondent to likewise raise wages for its permanent ranch crew, is misplaced.

with the Union over the change in seniority.

We find merit only in Respondent's exception to the first of those findings; that is, that the change in seniority was based on discriminatory considerations and was therefore a violation of Labor Code section 1153(c) and (a).

The ALJ found that Respondent offered a legitimate business explanation for its decision to initially consolidate the three-person shoveling crew with the larger irrigation crew in early 1978.^{4/} When Ray Gutierrez became foreman of the permanent Imperial Valley ranch crew at that time, he was given separate crew lists for irrigators and shovelers. The shovelers were required to prepare fields for the irrigators and, on occasion, were assigned to straight irrigation shifts. Gutierrez said irrigators had complained to him that the shovelers were not doing an adequate job and consequently the irrigators had to redo their work. Gutierrez said he felt that if the shovelers were required to actually irrigate the same fields in which they had performed the preparatory work, they would have a better understanding of what was required of them. For that reason, he thereafter assigned the shovelers to perform irrigation tasks in addition to their own shoveling work.^{5/}

^{4/} It was neither alleged nor found that the initial grouping of the shovelers with the irrigators constituted an unlawful unilateral change within the meaning of Labor Code section 1153(e).

^{5/} Gutierrez said the shovelers in particular welcomed the new arrangement. Thereafter, whenever it became necessary to augment the irrigation crew, Gutierrez assigned the shovelers to irrigation work ahead of the new hires. The shovelers would also be eligible for night-duty irrigation for which they receive a bonus of 21 cents an hour.

Gutierrez explained to the irrigators as well as the shovelers that he was merely adding the names of the three shovelers to the bottom of the irrigators' seniority list so that there would be no impact on the seniority rankings of the irrigators. Although the shovelers had a longer employment history with Respondent than did some of the irrigators, they still would be laid off sooner and recalled later than the irrigators. That seniority list, and its order of layoff and recall, was followed until October 1979. By that time, Frank Santana had replaced Gutierrez. Santana testified that the shovelers had questioned their separate seniority rankings since they felt they were now part of a single integrated irrigation crew. Santana discussed their concerns first with Respondent's payroll clerk and then with district manager Harry Davis, who told him he didn't know the details of the arrangements made by Gutierrez and suggested that Santana refer all matters concerning seniority to Kelly Olds. Olds told him that Respondent's policy required that the seniority status of individual members of a particular crew be measured according to original date of hire. Santana proceeded to rely on Olds' directive. The parties stipulated that in October 1979 the seniority list was changed in that the separate list for the shovelers was eliminated altogether and the names of the three shovel workers were incorporated into the overall irrigation list according to each worker's date of hire. This change gave rise to the present dispute, with General Counsel contending that seven irrigators were adversely affected in that

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they lost their prior seniority status to the shovelers.^{6/}

In order to prove a prima facie case of discrimination in employment under Labor Code section 1153(c) and (a), General Counsel must establish that the irrigators engaged in union activities, with Respondent's knowledge, and that there was a causal connection between those activities and Respondent's ultimate realignment of the seniority rosters. Respondent may avoid liability under the statute by proving, by a preponderance of the evidence, that its actions were consistent with past business practices and that it would have taken the same action even in the absence of the irrigator's union activities. (Wright Line, Inc., supra, 251 NLRB 1083 [105 LRRM 1169].) Assuming that General Counsel has established a causal connection, we find that Respondent's adherence to its established policy with regard to seniority in this instance is sufficient to have overcome a prima facie showing of discrimination.^{7/} Accordingly, we dismiss the

^{6/}General Counsel had noted at hearing that while some workers seemed to have been recalled out of seniority, it was for reasons other than those at issue here. Santana said that he had hired additional irrigators for the first time in October 1980 and may have hired a couple of them as early as September 1980. He said that everyone who was on layoff status at the time should have been recalled before any new hiring took place, but that two former irrigators were not. Isodoro Jordan, for example, who had the least seniority, had been omitted from the list. Santana corrected the error and put Jordan to work. Another employee, whose name Santana could not recall, had moved and Respondent had difficulty locating him. Santana said he sent some people to look for him and that he ultimately returned, about 10 days or so after new people had been hired, but was given work.

^{7/}We leave for resolution at the compliance stage of this proceeding Respondent's contention that irrigator Alfonso Baez suffered a reduction in seniority, not because of the incorporation of the former shovelers' list with the irrigation list, but rather

(fn. 7 cont. on p. 10.)

allegation which is based on a violation of Labor Code section 1153 (c) and (a).

With respect to the allegation that the change constituted an unlawful unilateral action in violation of Labor Code section 1153(e) and (a), it is clear that Respondent did not inform the UFW of the seniority list changes or give the UFW an opportunity to bargain about the changes before instituting them. In considering whether Respondent thereby violated section 1153(e) of the Act, we note the National Labor Relations Board's (NLRB) Decision in Pan-Abode, Inc. (1976) 222 NLRB 313 [91 LRRM 1250], where the national board stated:

In order for General Counsel to prove a prima facie case with respect to an alleged violation of Section 8(a)(5) [of the National Labor Relations Act (NLRA),^{8/}] he need only prove that an obligation to bargain under Section 9(a) existed and that Respondent refused to bargain ... Respondent's motivation in instituting such changes [is] totally irrelevant in determining the existence of a violation under Section 8(a)(5).
(Id. at 313, 315.)

Following a representation election which was held on September 9, 1977, the UFW was certified as the exclusive collective-bargaining representative of all agricultural employees employed by Respondent in its Salinas and Imperial Valley operations. (D'Arrigo Brothers of California (1977) 3 ALRB No. 37.) On or about September 16, 1977, pursuant to the Board's

(fn. 7 cont.)

because he had voluntarily interrupted his employment with Respondent, thereby relinquishing his original date of hire for purposes of establishing his seniority status at times material herein.

^{8/}Correspondingly, section 1153(e) of the ALRA.

certification of the UFW, the Union invited the Company to commence negotiations. The Employer invoked a technical refusal to bargain at that time in order to institute a judicial challenge to the certification Order. In D'Arrigo Brothers Company (1982) 8 ALRB No. 45, we followed an NLRB precedent which holds that an employer has a continuing duty to bargain with a certified bargaining representative during the period of time when it is seeking judicial review of the NLRB's certification. (NLRB V. Winn-Dixie Stores, Inc. (5th Cir. 1966) 361 F.2d 512 [62 LRRM 2218].) Since Respondent's inchoate duty to bargain began to run from the date of the Board's certification in D'Arrigo Brothers of California, supra, 3 ALRB No. 37, and became officially activated upon receipt of the UFW's request to commence bargaining in September of 1977, Respondent unquestionably had a duty to bargain with the UFW over the terms and conditions of employment affecting the unit employees at all times material herein.

Respondent's only defense to the allegation is that the changes in the seniority list were necessary in order to conform with established past practice in that regard and that the changes followed an established pattern. Notwithstanding the fact that the changes were consistent with Company policy, we find that Respondent violated its duty to bargain with the incumbent union. As the NLRB stated in Amsterdam Printing and Litho Corp. (1976) 223 NLRB 370 [92 LRRM 1243]:

Nor do we find merit in the assertion that these unilateral changes are justified by past practice, as the practices of Respondent prior to the certification of the Union do not relieve it of the obligation to consult with the certified Union about the implementation of these practices as affecting the wages, hours, and

other terms and conditions of employment of the unit employees.
(Citations; Id. at 370, 372.)

It is therefore found that by changing the seniority list of the irrigators and shovelers in October 1979 without consulting the Union, Respondent violated section 1153(e) and (a) of the Act.

Failure to bargain over change in Lorenzo Espinoza's terms and conditions of employment and subsequent layoff. The ALJ recommended dismissal of General Counsel's allegation that Respondent assigned Lorenzo Espinoza more tedious work in retaliation for his union activities. We adopt the recommendation pro forma as no party excepted thereto. However, he found merit in General Counsel's further contention that Respondent made a change in Espinoza's assignment which required it to notify and bargain with the UFW about the change, and concluded that Respondent's failure to do so was in violation of Labor Code section 1153(e) and (a). He also concluded that Respondent repeated the same violation by its failure to notify and bargain with the Union over its subsequent discharge of Espinoza.^{9/} We find merit in Respondent's exceptions to those two latter findings and conclusions.

Espinoza was hired as a shop mechanic to service farm equipment. In the off-season, his duties were performed mainly in the area of the shop where such equipment is parked or stored.

^{9/}We adopt, for the reasons stated by him, the ALJ's finding that Espinoza was discriminatorily discharged in retaliation for his union activities in violation of Labor Code section 1153(c) and (a) and reject Respondent's exception to the ALJ's findings and conclusions in this regard.

However, as the season progresses, the equipment is moved into the fields where Espinoza was expected to perform some on-site maintenance functions (mainly checking and adding oil). For that phase of his duties, he was provided with a service truck.

The ALJ found that the alleged "change" in Espinoza's work involved only an extension of the duties for which he was initially hired, that is, the servicing of equipment in the field as well as in the shop. He also found that the timing of the "change" (the field aspect of Espinoza's duties) "correspond[ed] to Respondent's undisputed needs in this regard rather than to an anti-union motivation." On that basis, he recommended dismissal of the allegation that Respondent assigned Espinoza to a more tedious task for discriminatory reasons.

Nevertheless, on the sole basis of supervisor Frank Santana's description of Espinoza's field service responsibilities as a "little different from just shop mechanic," the ALJ apparently found that there was enough of a "change" to have invoked a duty on behalf of Respondent to negotiate with the UFW. We disagree. Given the ALJ's explicit finding that Espinoza's servicing of farm machinery equipment in the field was part and parcel of the maintenance duties for which he was hired, we do not believe that Santana's inconclusive statement supports or warrants the ALJ's finding that there was a change in his work which required Respondent to notify and negotiate with the Union. Since Espinoza was hired to service equipment, tractors in particular, it should not be material whether he was required to do so in the field on occasion as well as in the shop. Accordingly, we hereby dismiss

the allegation.

We also reverse the ALJ's conclusion that Respondent violated Labor Code section 1153(e) and (a) by its failure to offer the UFW an opportunity to negotiate with regard to the layoff or discharge of Espinoza. General Counsel had asserted in the complaint only that Respondent violated its duty to bargain by its failure to notify the UFW of its discharge of Espinoza and negotiate with the Union the effects of the discharge upon him.^{10/} The duty to bargain, as set forth in Labor Code sections 1152.2 (a) and 1156, does not obligate an employer to notify and/or bargain with the union about either its decision, or the effects thereof, to lay off, or discharge or make minor changes in the job assignments of any unit employee(s). As there was no such obligation, there was no violation in Respondent's failure to notify and bargain with the Union about the layoff or discharge.^{11/}

^{10/}The standard invoked by General Counsel is suggestive of "decision and effects bargaining" concepts which have meaning where there is a partial or total termination of a plant or department, including the subcontracting out of unit work. General Counsel did not pursue such an approach although Kelly Olds had testified that Respondent, in looking for ways to reduce overhead costs in the shop, had decided to replace Espinoza with shop foreman Fred Head, who had been on another, now-completed assignment, and had contemplated that tractor drivers henceforth could be required to perform some of their own maintenance tasks and that equipment suppliers could be called upon, as in the past, to perform service work on contract. The record does not reveal whether Respondent carried out such a plan.

^{11/}Moreover, we have already affirmed the ALJ's conclusion that Espinoza was unlawfully terminated. Our Order herein, insofar as it pertains to Espinoza, will require that Respondent reinstate him to the same or substantially equivalent employment from which he was discharged and make him whole for all economic or other related losses he has sustained as a result of the unlawful action

(fn. 11 cont. on p. 15.)

REMEDY

We have concluded that Respondent unlawfully discharged Lorenzo Espinoza on December 10, 1979, in violation of Labor Code section 1153(c) and (a), and that Respondent violated Labor Code section 1153(e) and (a), in October 1979, by changing the seniority rankings of certain members of its permanent Imperial Valley irrigation crew. Accordingly, our Order will include provisions for the reinstatement of Espinoza, with backpay, and a makewhole remedy for Respondent's refusal to bargain over the seniority changes.

ORDER

By authority of section 1160.3 of the Agricultural Labor Relations Act (Act), the Agricultural Labor Relations Board (Board) hereby orders that Respondent D'Arrigo Brothers Company, its officers, agents, successors, and assigns shall:

1. Cease and desist from:

(a) Discharging or otherwise discriminating against any agricultural employee because of membership in or support of the United Farm Workers of America, AFL-CIO, (UFW) or any other labor organization.

(b) Instituting or implementing any change(s) in any of its agricultural employees' seniority or any other term or condition of their employment without first notifying and

(fn. 11. cont.)

against him. The "effects" on Espinoza of his unlawful discharge will be remedied under Labor Code section 1153(c) and (a) rather than, as General Counsel suggests, Labor Code section 1153(e) and (a) as well.

affording the UFW a reasonable opportunity to bargain with Respondent concerning such change(s).

(c) In any like or related manner interfering with, restraining, or coercing any agricultural employee in the exercise of the rights guaranteed by section 1152 of the Act.

2. Take the following affirmative actions which are deemed necessary to effectuate the policies of the Act:

(a) Offer to Lorenzo Espinoza immediate and full reinstatement to his former or substantially equivalent position, without prejudice to his seniority or other employment rights or privileges.

(b) Make whole Lorenzo Espinoza for all losses of pay and other economic losses he has suffered as a result of his discharge, such amounts to be computed in accordance with established Board precedents, plus interest thereon, computed in accordance with our Decision and Order in Lu-Ette Farms, Inc. (1982) 8 ALRB No. 55.

(c) Upon request, meet and bargain collectively with the UFW, as the certified exclusive collective bargaining representative of its agricultural employees concerning the unilateral changes heretofore made in the seniority rankings of its irrigators and shoveler/irrigators.

(d) If the UFW so requests, rescind the unilateral changes heretofore made in the seniority rankings of its irrigators and shoveler/irrigators.

(e) Make whole its affected employees for all economic losses they have suffered as a result of the unilateral

changes Respondent made in their seniority, from October 1979, to the date such makewhole is paid, plus interest thereon computed in accordance with our Decision and Order in Lu-Ette Farms, Inc. (1982) 8 ALRB No. 55.

(f) Preserve and, upon request, make available to this Board or its agents, for examination, photocopying, and otherwise copying, all payroll records, social security payment records, time cards, personnel records and reports, and all other records relevant and necessary to a determination, by the Regional Director, of the makewhole and backpay amounts, and interest, due under the terms of this Order.

(g) Sign the Notice to Agricultural Employees attached hereto and, after its translation by a Board agent into all appropriate languages, reproduce sufficient copies in each language for the purposes set forth hereinafter.

(h) Mail copies of the attached Notice, in all appropriate languages, within 30 days after the date of issuance of this Order, to all year-round agricultural employees employed by Respondent in the Imperial Valley any time during the period from December 10, 1979, until the date on which the said Notice is mailed.

(i) Post copies of the attached Notice, in all appropriate languages, in conspicuous places on its property for 60 days, the period(s) and place(s) of posting to be determined by the Regional Director, and exercise due care to replace any Notice which has been altered, defaced, covered, or removed.

(j) Arrange for a representative of Respondent or

a Board agent to distribute and read the attached Notice, in all appropriate languages, to all of its year-round Imperial Valley employees on Company time and property at time(s) and place(s) to be determined by the Regional Director. Following the reading the Board agent shall be given opportunity, outside the presence of supervisors and management, to answer any questions the employees may have concerning the Notice or their rights under the Act. the Regional Director shall determine a reasonable rate of compensation to be paid by Respondent to all nonhourly wage employees in order to compensate them for time lost at this reading and during the question-and-answer period.

(k) Notify the Regional Director in writing, within 30 days after the date of issuance of this Order, of the steps Respondent has taken to comply therewith, and continue to report periodically thereafter, at the Regional Director's request, until full compliance is achieved.

Dated: May 25, 1983

JOHN P. MCCARTHY, Member

JEROME R. WALDIE, Member

PATRICK HENNING, Member

After investigating charges that were filed in the El Centro Regional Office, the General Counsel of the Agricultural Labor Relations Board (Board) issued a complaint which alleged that we had violated the law. After a hearing in which each side had a chance to present evidence, the Board has found that we violated the Agricultural Labor Relations Act (Act) by discriminating against an employee by discharging him because of his union activity and also by changing our employees' seniority rankings without first notifying the United Farm Workers of America, AFL-CIO (UFW) as your representative. The Board has told us to post and publish this Notice and to mail it to those who worked for us between 1979 and the present. We will do what the Board has ordered us to do.

We also want to tell you that the Agricultural Labor Relations Act is a law that gives you and all other farm workers in California these rights:

1. To organize yourselves;
2. To form, join, or help unions;
3. To vote in a secret ballot election to decide whether you want a union to represent you;
4. To bargain with your employer about your wages and working conditions through a union chosen by a majority of the employees and certified by the Board;
5. To act together with other workers to help and protect one another; and
6. To decide not to do any of these things.

Because it is true that you have these rights, we promise that:

WE WILL NOT do anything in the future that forces you to do, or stops you from doing, any of the things listed above.

WE WILL OFFER Lorenzo Espinoza his old job back and we will reimburse him for all money he lost, plus interest, as a result of his discharge.

WE WILL REIMBURSE all irrigation employees who worked for us for all economic losses they suffered as a result of the unilateral changes we made in their seniority rankings, plus interest.

WE WILL NOT discharge, lay off, or otherwise discriminate against any agricultural employee with respect to his or her job because he or she belongs to or supports the UFW or any other union.

WE WILL NOT make any change(s) in the terms or conditions of employment of any of our agricultural workers without notifying the UFW and giving it an opportunity to bargain about such change(s).

Dated: D'ARRIGO BROTHERS COMPANY, INC.

By: _____
(Representative) (Title)

If you have any questions about your rights as farmworkers or about this Notice, you may contact any office or the Agricultural Labor Relations Board. One office is located at 319 Waterman Avenue, El Centro, California 92243. The telephone number is (714) 353-2130.

This is an official Notice of the Agricultural Labor Relations Board, an agency of the State of California.

CASE SUMMARY

D'Arrigo Brothers Company, Inc.

9 ALRB No. 30	
Case Nos.	79-CE-222-EC
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ALJ DECISION

The ALJ found that Respondent discriminatorily laid off shop mechanic Lorenzo Espinoza on December 10, 1979, in retaliation for his union activities in violation of Labor Code section 1153(c) and (a). In addition, he found that Respondent violated its duty to notify and bargain with the UFW in violation of Labor Code section 1153(e) and (a) concerning two unilateral changes in Espinoza's terms and conditions of employment--first, by a change in his assignment and, secondly, by its ultimate termination of his employment.

The ALJ also found that Respondent again violated its duty to bargain in violation of Labor Code section 1153(e) and (a) by its unilateral increase in the wage rate of its Imperial Valley harvest workers in November 1979. Reasoning that Respondent was obligated to likewise adjust wages for the permanent Imperial Valley ranch crew at the same time, he found that Company failed to do so in order to discourage the crew's support for the UFW in violation of Labor Code section 1153(c) and (a).

The ALJ found that Respondent engaged in additional violations of Labor Code section 1153(c) and (a) by its failure to honor a supervisor's end-of-season bonus to tractor drivers and by its change in the seniority status of certain of its irrigators in order to inhibit support for the UFW. The change in seniority was also found to be a violation of Labor Code section 1153(e) and (a) because Respondent failed to notify the UFW and negotiate about the change before it was implemented.

BOARD DECISION

The Board affirmed only the ALJ's findings that Respondent discriminatorily laid off Espinoza in retaliation for his union activities in violation of Labor Code section 1153(c) and (a) and failed to notify and bargain with the UFW concerning the change in seniority in violation of Labor Code section 1153(e) and (a). The Board dismissed all remaining allegations.

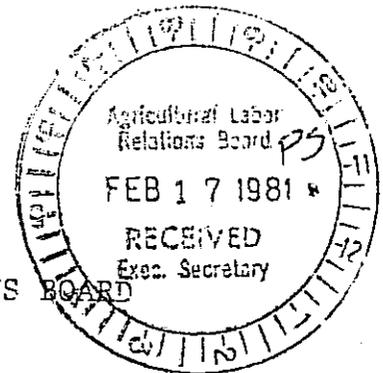
REMEDY

The Board ordered that Respondent reinstate Espinoza to the same

or substantially equivalent employment and make him whole for all losses resulting from his unlawful layoff. With respect to the change in seniority concerning certain members of the irrigation crew, the Board directed that Respondent make them whole for any losses in pay which may have resulted from the unilateral alteration of their seniority rankings and, should the Union so request, rescind the changes which were implemented in October of 1979.

* * *

This Case Summary is furnished for information only and is not an official statement of the case, or of the ALRB.



STATE OF CALIFORNIA
AGRICULTURAL LABOR RELATIONS BOARD

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D'ARRIGO BROTHERS COMPANY,)
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 Respondent,)
)
 vs.)
)
 UNITED FARM WORKERS OF AMERICA,)
 AFL-CIO,)
)
 Charging Party.)

Case Nos. 79-CE-204-EC
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80-CE-81-EC
80-CF-115-EC
80-CE-116-EC
80-CE-146-EC

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DECISION

STATEMENT OF THE CASE

STUART A. WEIN, Administrative Law Officer:

This case was heard by me on August 13, 14, 15, November 5, and 6, 1980 in El Centro, California.

1 Three consolidated complaints, amended 4 August 1980, and 7
2 November 1980, were based on fifteen charges filed by the UNITED FARM
3 WORKERS OF AMERICA, AFL-CIO (hereafter the "UFW" or "union"). The
4 charges were duly served on the Respondent D'ARRIGO BROTHERS
5 COMPANY on 10 December 1979, 11 December 1979, 12 December 1979,
6 31 December 1979, 7 January 1980, 29 January 1980, 21 February
7 1980, and 13 March 1980. The cases were consolidated pursuant
8 to Section 20244 of the Agricultural Labor Relations Board's
9 Regulations by Order of the General Counsel dated 28 July 1980.

10 The amended and consolidated complaints allege that the
11 Respondent committed various violations of the Agricultural Labor
12 Relations Act (hereinafter referred to as the "Act").

13 The General Counsel, Respondent and Charging Party were
14 represented at the hearing and were given a full opportunity to
15 participate in the proceedings. The General Counsel and
16 Respondent filed briefs after the close of the hearing.

17 Based on the entire record, including my observations of the
18 demeanor of the witnesses, and after consideration of the arguments
19 and briefs submitted by the parties, I make the following:

20 FINDINGS

21 I. Jurisdiction:

22 Respondent D'ARRIGO BROTHERS COMPANY is engaged in
23 agriculture -- specifically the growing and shipping of lettuce,
24 broccoli and "mostaza" in Imperial County, California, as was
25 admitted by Respondent. Accordingly, I find that Respondent is
26 an agricultural employer within the meaning of Section 1140.4(c)

1 of the Act.

2 Although the Respondent did not admit to such, I also find
3 that the UFW is a labor organization within the meaning of
4 Section 1140.4(f) of the Act. See Hemet Wholesale Company (June
5 17, 1977) 3 ALRB No. 47, review den. by Ct. App., 4th Dist.,
6 Div. 2, September 14, 1977.

7 II. The Alleged Unfair Labor Practices

8 Charges related to Paragraphs 22(a), 22(b), 22(c), 22(d),
9 22(e), 22(h), 22(i), and 22(n), and 22(o) of the amended and
10 consolidated complaints were resolved by formal settlement
11 between the parties. Consequently, I sever case nos. 70-CE-204-EC,
12 79-CE-205-EC, 79-CE-206-EC, 79-CE-219-EC, 80-CE-8-EC, 80-CE-81-EC
13 and 80-CE-115-EC from this proceeding and make no findings or
14 conclusions based on the allegations contained therein. See Sam
15 Andrews' Sons (1980) 6 ALRB No. 44.

16 At the close of testimony, General Counsel moved to dismiss
17 Paragraph 22(m) relating to case No. 79-CE-222-EC as no evidence
18 was introduced in support of the allegations contained therein.
19 The motion to dismiss was granted at the hearing.

20 The remaining paragraphs of the amended and consolidated
21 complaints charge Respondent with violations of Sections 1153(a),
22 (c) and (e) of the Act by (1) unilaterally assigning more tedious
23 work to employee LORENZO ESPINOZA and changing the conditions of
24 Mr. Espinoza's work; (2) discharging Mr. Espinoza because of his
25 activities in support of the UFW; (3) unilaterally promising and
26 then not delivering a two-hundred (\$200) dollar year-end bonus to

1 tractor drivers; and (4) implementing a new seniority system
2 affecting irrigators, shovelers, and sprinkler workers which
3 resulted in the discriminatory layoffs of UFW supporters Martin
4 Jimenez Diaz, Maximiliano Diaz, Antonio Pulido, Florencio Vasquez,
5 Guillermo De La O, Espiridion Gastelum, and Alfonso Baez.

6 Respondent is further charged with violations of Sections 1153(a)
7 and (e) of the Act by unilaterally raising the wages of its
8 harvest workers employed in the Imperial Valley. The Respondent
9 is finally charged with violations of Sections 1153(a) and (c)
10 of the Act by its discriminatory exclusion of irrigators, tractor
11 drivers, and sprinkler workers employed in the Imperial Valley
12 from wage raises given harvest workers to discourage the
13 ranch employees from engaging in activities in support of the
14 UFW.

15 The Respondent denies that it violated the Act in any
16 respect. Specifically, Respondent contends that Mr. Espinoza
17 was laid off because of the excessive overhead costs incurred
18 in the mechanic shop where he worked; that no authorized agent
19 promised any year-end bonus to its tractor drivers; that harvest
20 worker wages were raised to maintain parity with the wages
21 earned by Respondent's Salinas harvesters, many of whom continued
22 in the Imperial Valley harvest of Respondent's crops; and that
23 competitive wages for farm (or ranch) employees¹ in other
24 Imperial Valley locations did not justify a comparable salary
25 hike for these categories of workers. The change in seniority

26 ¹Tractor drivers, irrigators and sprinkler workers.

1 occurred because of Respondent's decision to combine the irrigators
2 and shovelers into one category in order to improve work
3 performance. Respondent further contends that it was under no
4 duty to bargain with the union pending a final decision re
5 certification.

6 III. Background

7 Respondent grows and ships iceberg, romaine, red-leaf and
8 green-leaf lettuce, broccoli, mostaza, wheat, cotton, tomatoes,
9 and other vegetables in different localities in California and
10 Arizona. Starting from Salinas -- the home base for the
11 company -- iceberg lettuce harvest crews generally work from
12 15 April to 1 October. They then move to Huron, California, until
13 the beginning of November, when the crews move to the Arizona
14 harvest areas -- in Yuma and Welton. Around the first of
15 December, harvest crews move into the Imperial Valley and then
16 are split between Huron and Yuma in March. The broccoli harvest
17 generally occurs between 10 February and 1 December in Salinas
18 with the balance of the year in the Imperial Valley. The mostaza
19 is harvested in the Imperial Valley between 15 December and 15
20 March, and in Salinas the remainder of the year. Mixed lettuce
21 crews -- romaine, red-leaf and green-leaf -- follow much the same
22 pattern as the other lettuce crews with the exception that they
23 do not go into Huron, California, or the Arizona areas.

24 The work force may be divided into two general categories:
25 (1) Ranch or farm crews -- e.g. tractor drivers, irrigators,
26 shovelers, and sprinkler workers -- which are generally stable for

1 each area of the Respondent's operations, and (2) harvest crews,
2 a majority of which move from one area to the next during the year.

3 The chief managerial personnel of Respondent's Imperial
4 Valley operations which is the situs of the alleged unfair labor
5 practices are: (1) Mr. D'Arrigo; (2) Kelly Olds -- labor relations
6 manager; (3) Harry Davis -- district manager; (4) Robert Mott --
7 production manager since June 1980; (5) Francisco (Frank)
8 Santana -- production foreman and supervisor of the tractor and
9 irrigation foremen; (6) Ray Gutierrez -- former production manager
10 "in complete charge" of Respondent's Imperial Valley farming
11 operations until October 8, 1979.

12 On September 2, 1975, the UFW filed a petition for
13 certification as Respondent's collective bargaining representative.
14 On September 9, 1975, the Board conducted an election among
15 Respondent's agricultural employees pursuant to this petition.
16 Respondent thereafter filed objections to the election and in
17 D'Arrigo Brothers of California (1977) 3 ALRB No. 37, the Board
18 dismissed these objections and directed that certain challenged
19 ballots be opened and counted in the presence of parties.

20 On August 24, 1977, the UFW was certified as the bargaining
21 representative of all agricultural employees of Respondent at its
22 Imperial Valley and Salinas locations. On or about 16 September
23 1977, the UFW requested that Respondent begin collective September
24 bargaining. The Board's certification was upheld by the denial
25 of review from the Court of Appeal for the First Appellate
26 District on March 20, 1980, in Case 1 Civ. No.

1 44814 (4 ALRB No. 45 (1978). On 30 May 1980, the Board found that
2 Respondent had a reasonable good faith belief that the
3 certification was invalid and reconsidered its previous make whole
4 remedy. (D'Arrigo Brothers of California (1980) 6 ALRB No. 27.)

5 Respondent has conceded that it refused to bargain until 28
6 May 1980 -- shortly after the Court of Appeal decision. All of
7 the unfair labor practices stem from various employment decisions--
8 changes in working conditions, raises, seniority changes -- which
9 occurred during the pendency of the certification litigation. Two
10 of the alleged violations relate to the layoff of shop mechanic
11 Lorenzo Espinoza on December 10, 1979, and to the alleged
12 discriminatory layoff of seven (7) irrigators on February 9, 1980.
13 Because the bargaining issues are intertwined with all other
14 alleged violations, I will discuss each factual pattern with a
15 view to the §1153(a) and (c) implications, and then review the
16 potential §1153(e) violations.

17 IV. Change of Working Conditions and Layoff of Lorenzo
18 Espinoza

19 A. Facts:

20 Lorenzo Espinoza was hired as a mechanic for Respondent in
21 October 1978. His original duties included working in the shop,
22 some maintenance and welding. After approximately one year, Mr.
23 Espinoza also was assigned to service and to check equipment at
24 Respondent's Imperial Valley ranch sites. Mr. Espinoza's original
25 duties were computed at a straight hourly rate for eight hours
26 work and overtime ("time and one-half") thereafter. When his

1 duties expanded, however, the normal work shift became nine (9)
2 hours before overtime was paid.

3 Apart from the change in the nature of his duties, Mr.
4 Espinoza worked without incident until he was given a raise in
5 November 1979 to \$7.00/hour. As a UFW sympathizer, Mr. Espinoza
6 volunteered to go to the union office on Saturday, December 8,
7 and show his check stub to union officials. At the office, Mr.
8 Espinoza was given a UFW button which he stuck on his lower left
9 shirt pocket and wore to work the following Monday, December 10.

10 Mr. Espinoza arrived at work as was his custom at approximately
11 5:45 a.m., on December 10. He worked the usual three-to-four hours
12 servicing the machinery in the field, returned to the shop and had
13 a conversation with Supervisor Frank Santana. The Supervisor
14 asked Mr. Espinoza's thoughts of the UFW. The latter stated he
15 "approved"; Mr. Santana voiced the fear that the UFW created
16 problems, "strikes and all this". (R.T. Vol. II, p. 16, l. 13-
17 25).

18 Supervisor Santana next contacted Mr. Espinoza after lunch
19 that day by phone, while the mechanic was driving to Brawley in
20 the Respondent's truck. Espinoza was asked to return to the shop
21 as soon as possible. There, Mr. Espinoza was advised by District
22 Manager Harry Davis that he -- Mr. Espinoza -- would be laid off
23 immediately, because he was one of the most recent hirees, the
24 company was having financial difficulties, and one person could
25 run the shop for awhile. Mr. Espinoza was not called back to work
26 until the end of June 1980. He worked one day (July 14), leaving

1 in a dispute over his wage rate. He was offered \$6.00/hour --
2 \$1.00/hour less than he had been earning in December 1979.

3 Labor Relations Manager Kelly Olds testified for the
4 Respondent that the rationale for Mr. Espinoza's layoff was a
5 budgetary problem rather than any anti-union animus. The
6 efficiency of the Ranch 40 shop where Mr. Espinoza had been
7 working was "bad"; and Mr. D'Arrigo had asked for cutbacks.
8 (R.T. Vol. III, p. 18, ll. 1-21). The decision was made to "phase
9 down" the shop following the busy season and utilize the services
10 of local tractor and automobile repair shops as opposed to the
11 Respondent running its own shop. Fred Head -- a "lead" or
12 "foreman" -- who had been on loan to the broccoli shed-- was
13 transferred back to the shop to replace Mr. Espinoza. Mr. Head
14 was terminated in January 1980, and no replacement was made until
15 the attempted "recall" of Mr. Espinoza in June - July 1980.

16 Supervisor Frank Santana further explained that there had
17 been no real "change" in Mr. Espinoza's job description, but that
18 as a D'Arrigo mechanic, he had to service the equipment in the
19 field as needed. No complaint by Mr. Espinoza regarding this
20 "change" in the terms and conditions of work had been brought to
21 Supervisor Santana's attention prior to filing of the formal
22 charge herein which was served by mail on 10 December 1979 -- the
23 day of the layoff.

24 /////

25 /////

26 /////

1 B. Analysis and Conclusions of the §1153(a) and (c)

2 Allegations:

3 1. Layoff of Lorenzo Espinoza of December 10, 1979:

4 Section 1153(c) of the Act makes it an unfair labor practice
5 for an employer "(b)y discrimination in regard to the hiring or
6 tenure of employment, or any term or condition of employment, to
7 encourage or discourage membership in any labor organization".

8 The General Counsel has the burden of establishing the elements
9 which go to prove the discriminatory nature of the layoffs or
10 discharges. Maggio-Tostado, Inc. (1977) 3 ALRB No. 33. The test
11 is whether the evidence, which in many instances is largely
12 circumstantial, establishes by its preponderance that employees
13 were laid off for their views, activities, or support for the
14 union. Sunnyside Nurseries (May 20, 1977) 3 ALRB No. 42, enf. den.
15 in part, Sunnyside Nurseries, Inc. v. Agricultural Lab. Relations
16 Board (1979) 93 Cal. App. 2d 922. Among the factors to be weighed
17 in determining the General Counsel's prima facie case are the
18 extent of the employer's knowledge of union activities, the
19 employer's anti-union animus, and the timing of the alleged
20 unlawful conduct.

21 Although not conceded at the hearing, Respondent's knowledge
22 of Lorenzo Espinoza's UFW sympathies and activity may be
23 inferred² from the following: Lorenzo Espinoza (and other ranch
24 employees) spoke openly in front of supervisors about the union.
25 In October 1979, Mr. Espinoza and Supervisor Santana engaged in a
26 discussion regarding a Bruce Church bus which had been boarded up

1 to avoid rock-throwing by strike sympathizers. Mr. Espinoza
2 opined that he would not go into the shop if people were throwing
3 rocks, but would rather stay with friends of his (and thus honor
4 a UFW strike). On December 10, 1979, Lorenzo Espinoza arrived at
5 work with a UFW button on his left shirt pocket, which he
6 received over the weekend after having attended a union meeting
7 to discuss the lack of raises for the other ranch personnel.
8 Mr. Espinoza had just received a \$1.00/hour wage increase and
9 brought his check to the UFW office to corroborate the raise.

10 While Supervisor Santana denied seeing the UFW button, I
11 credit Mr. Espinoza's version of events in this regard for the
12 following reasons: (1) Mr. Espinoza related a conversation he had
13 with the supervisor at about 9:00 a.m. - 10:00 a.m. that morning
14 regarding his views of the UFW. Supervisor Santana expressly
15 asked Mr. Espinoza what the latter thought about the UFW, and
16 Mr. Espinoza proffered his view that the union would help the
17 workers get the raise they desire. The supervisor did not deny
18 or confirm the conversation, but did corroborate Mr. Espinoza's
19 testimony regarding the later events of the day:

20 The mechanic was called at mid-day on the truck radio
21 to immediately return to the shop. At the shop, Supervisor
22 Santana told Mr. Espinoza that Harry Davis wanted to speak with
23 him. The district manager then informed Mr. Espinoza that he

24 ²See S. Kuramura, Inc. (June 21, 1977) 3 ALRB No. 49,
25 review den. by Ct. App., 1st Dist., October 26, 1977,
hg. den. December 15, 1977.

26 ///

1 was being laid off "for economic reasons" effective that day.

2 (2) Several charges filed by the UFW³ and served upon
3 Respondent on 10 December 1979 bear the date of 8 December 1979 --
4 the precise day on which Mr. Espinoza testified to having gone
5 to the union office. Thus, they tend to corroborate Mr. Espinoza's
6 chronology of union activities.

7 (3) Mr. Espinoza further testified that Supervisor Santana
8 had during this period expressed some dissatisfaction over the
9 disclosure to other workers of the mechanic shop wage increases.
10 The disclosure would ultimately lead to the aforementioned charges
11 filed and served on Respondent on 10 December 1979. Supervisor
12 Santana neither confirmed nor denied having mentioned this
13 disclosure of salary or even having inquired as to whether or not
14 Mr. Espinoza divulged the information.

15 (4) Mr. Espinoza testified in Spanish and somewhat
16 hesitantly in English. I found his testimony, however, to be
17 direct, precise, and sincere. On one occasion, he volunteered
18 to produce his July 1980 paycheck to confirm that his salary
19 had indeed decreased. For reasons described, infra, I find Mr.
20 Santana's recollection of events somewhat less persuasive.

21 Apart from Supervisor Santana's prediction that the UFW
22 would bring " a lot of problems" which I consider protected
23 free speech under Section 1155 of the Act (and therefore not
24 supportive of General Counsel's theory), there are not
25 insignificant indicia of Respondent's anti-union proclivities

26 ³General Counsel Exhibits I-T, I-U, I-V, I-W, and I-X.

1 on the record. Specifically, former Production Manager Ray
2 Gutierrez testified that Harry Davis had pointed out certain
3 union activists -- Florencio Vasquez, Jesus Mejia, Antonio
4 Pulido, and Arnoldo (sic) Martinez--as "trouble-makers", and had told
5 Gutierrez that Vasquez and Jose Anaya had been previously
6 dismissed from the company because of their UFW activities.
7 Irrigator (union activist) Florencio Vasquez testified that
8 foreman Bobby Sanga had singled him out for dismissal "in any
9 way possible", upon seeing the irrigator distributing some papers
10 in the field.

11 Supervisor Santana also shared tractor driver Jesus
12 Cervantes' theory that wage raises were not given to the tractor
13 drivers and irrigators because the "old man" (Harry Davis) wanted
14 to "push them out". I credit Mr. Cervantes' recitation of this
15 conversation in Mr. Santana's pickup. While the supervisor
16 denied the conversation, Mr. Cervantes was quite precise as to the
17 substance and circumstances surrounding the dialogue. Contrary to
18 Respondent's assertions that Mr. Cervantes contradicted himself
19 as to when the conversation occurred, and could not recall where
20 he was or what he was doing at the time (see Respondent's Brief
21 II, p. 21, ll. 12-17), I find that Mr. Cervantes' recollection
22 of the discussion was fairly specific. He remembered the time
23 of day -- in the morning just before noon (R.T. Vol. II, p. 12,
24 l. 20); he recalled that the supervisor was giving him a ride to
25 his car or to a tractor (R.T. Vol. II, p. 43, ll. 5-7); and he
26 was consistent in his testimony that the conversation occurred

1 two to three days after the meeting between the ranch workers
2 and Supervisor Santana in January. (R.T., Vol. II, p. 47, ll. 19-
3 20). Although counsel had initial difficulty in ascertaining
4 the number of prior written declarations made by Mr. Cervantes,
5 the witness was able to assist, and gave a plausible explanation
6 for his omission of reference to the supervisor. (R.T. Vol. II,
7 p. 52, ll. 2-6).

8 Mr. Santana testified that he viewed his role as somewhat
9 of a "buffer" between management and the workers. When there
10 was unrest and the workers requested meetings with company
11 personnel, the supervisor served as the intermediary to set up
12 such discussions. He further engaged in similar discussions
13 regarding the union with other employees, e.g., Lorenzo Espinoza,
14 and encouraged certain irrigators to pursue their rights under
15 the Act when the change in seniority was implemented. While he
16 seemed sincere in his testimony, the supervisor also appeared to
17 be placed in an "uncomfortable" predicament. At one point, he
18 volunteered that he could not understand any reason for the
19 combination of the irrigators and shovelers into one seniority
20 list.

21 Nor do I find the omission of the Santana-Cervantes
22 conversation in Mr. Cervantes' prior declarations (General
23 Counsel Exhibits #2, 3, 4) critical. Mr. Cervantes considered the
24 supervisor a friend, who he did not wish to single out for blame.
25 While his declaration (General Counsel Exhibit #4) indicates that
26 he felt the lack of a wage raise was "discriminatory" he did not

1 specify the bases for that discrimination. The other declarations
2 (General Counsel Exhibits #2 and 3) related to other issues --
3 vacation pay and the alleged bonus offer. Because of the
4 supervisor's role as intermediary and the other discussions
5 revealed at the hearing, I do not credit Mr. Santana's statement
6 that this was not the type of conversation he would likely
7 have with a worker. As Mr. Santana was a "friend"⁴ of the
8 workers, yet at the same time a member of supervisory management,
9 I find it more likely than not that the conversation in the
10 pickup did occur.

11 Although the supervisor denied any specific directive on
12 the part of his superiors to dismiss any employee or in any way
13 discriminate against workers because of union activity, I find
14 that his viewpoint as recited to Mr. Cervantes does lend some
15 credence to General Counsel's theory that underlying anti-union
16 animus triggered Respondent's wage and labor policies. Because
17 of his supervisory role and relationship to key management
18 personnel of Respondent, I find that Mr. Santana's statement to
19 be based on more than what he "imagined" to be Respondent's
20 policies, and therefore an admission binding upon Respondent.

21 Bogart Sportswear Manufacturing Company (1972) 196 NLRB 189
22 [80 LRRM 1262], affirmed in relevant part (5th Cir. 1973) 485 F.
23 2d 1203 [84 LRRM 2313].

24 Respondent contends that the layoff of Mr. Espinoza was

25 ⁴This "friendship" obviously had limits, however, in light
26 of Mr. Cervantes' revealing testimony at the hearing.

1 dictated solely by economic circumstances. In order to reduce
2 overhead and increase the efficiency of the shop operation,
3 foreman Fred Head fulfilled Mr. Espinoza's responsibilities for
4 a month, with private repair shops utilized on an "as needed"
5 basis thereafter. This position is certainly consistent with the
6 personnel changes occurring at Respondent's Imperial Valley
7 ranches during the pertinent period of time. Mr. Head was 90-
8 95% complete with his work setting up the broccoli shed. Welder
9 and shop assistant Luis Ramirez had transferred over to another
10 job location. The "low man" on the seniority list was Mr.
11 Espinoza, and the decision was made by Mr. Kelly Olds and Harry
12 Davis to lay him off.

13 Respondent's business justification, however, does not
14 withstand close scrutiny. While Supervisor Santana described
15 the early December period as a "slack time" for the company
16 machine operators, and thus a period of relative inactivity for
17 the shop personnel, testimony from witnesses Florencio Vasquez
18 and Antonio Pulido places the layoffs of said personnel closer
19 to February and March. Mr. Santana was also somewhat uncertain
20 in this regard, at one point conceding that the majority of
21 tractor driver layoffs occurred in late January, although "one
22 or two" may be laid off in December. (R.T. Vol. III, p. 76, ll.
23 11-21).

24 The layoff of the shop mechanic was particularly mystifying
25 in light of the recent \$1.00/hour wage raise which had been given
26 to Mr. Espinoza and Luis Ramirez. Apparently, the same personnel

1 (Kelly Olds and Harry Davis) involved in the investigation and
2 computations which led to the raise also decided upon the layoff
3 for "economic considerations" one month later. Additionally, on
4 the first day that Mr. Espinoza openly demonstrated his UFW
5 support and indicated his pro-UFW views to his supervisor, he
6 was notified of the layoff. The record reflects that this
7 notification was made at mid-day on the first day in the work
8 week and occurred with some haste as Mr. Espinoza was interrupted
9 while on an errand in the company pickup truck.

10 The Act does not give the Board a license to dictate the
11 methods by which an employer chooses to reduce its work force.
12 However, said action may not lawfully be taken for prohibited
13 purposes. See Maggio-Tostado, Inc., supra, citing NLRB v. Midwest
14 Hanger Co. (8th Cir. 1973) 82 LRRM 2693. In the instant case, I
15 find that the preponderance of the evidence establishes that the
16 layoff of Lorenzo Espinoza was motivated by illegitimate purposes.
17 It was announced on the first day that Mr. Espinoza's union
18 sympathies became apparent to the Respondent. It followed the
19 supervisor's displeasure expressed toward Mr. Espinoza when the
20 foreman was approached by tractor drivers and irrigators who were
21 not granted comparable wage increases. Had the economic
22 reasons "really" motivated the layoff, it is difficult to conceive
23 why the shop mechanic was awarded a substantial increase in
24 salary one month previously.

25 Mr. Espinoza may well have had the least seniority remaining
26 in the shop in light of the dual welder-mechanic role of Luis

1 Ramirez, and the return of lead mechanic Fred Head from his duties
2 at the broccoli shed. Respondent's adherence to seniority, however,
3 does not adequately explain the method and timing of the layoff.
4 Harry Davis -- apparently the person responsible for this
5 decision -- failed to testify about his motivations in this regard.

6 Nor does the effort to "recall" Mr. Espinoza in June-July
7 1980, ameliorate the unlawful motivation in the original layoff
8 decision. Indeed, the recall effort was not undertaken until some
9 seven months after a formal charge had been filed and served on
10 the Respondent. (General Counsel Exhibit I-R). The new salary
11 offered was \$1.00/hour less than that which Mr. Espinoza had been
12 earning on the day of his layoff. Whether or not said offer would
13 effectively limit the Respondent's back pay liability to Mr.
14 Espinoza, it cannot legitimize the discriminatory nature of the
15 December 10 action and I so find. Had Mr. Espinoza's union
16 sympathies not been revealed on the morning of December 10, 1979,
17 he would not have been laid off. Such conduct on the part of the
18 employer violates Sections 1153(a) and (c) of the Act, and I
19 shall recommend the appropriate remedy therefor.

20 2. Change in Working Conditions.

21 I reach a different conclusion with respect to these Section
22 1153(a) and (c) allegations concerning Mr. Espinoza.

23 Transfers or changes in assignments may constitute unfair
24 labor practices where occasioned by alleged motivation. (See
25 Arnaudo Bros. Inc. (October 12, 1977) 3 ALRB No. 78, enf'd by Ct. App.,
26 3rd Dist., May 16, 1978, hg. den. June 27, 1978. NLRB v Tamper, Inc. (4th Cir.
1975) 522 F. 2d 781 [89 LRRM 3634], enf'd in part 85

1 LRRM 1375). The elements of discriminatory purpose existing with
2 respect to the layoff determination, however, are not present in
3 this economic decision of the Respondent. The "change" in Mr.
4 Espinoza's work essentially involved an extension of his duties.
5 Not only was he to repair equipment in the shop, he was to service
6 the equipment in the field. (See R.T. Vol. II, p. 7, ll. 10-18).
7 A dispute which arose regarding the accrual and computation of
8 overtime pay was apparently resolved by the wage raise which
9 was given to the shop mechanics (Mr. Espinoza and Luis Ramirez)
10 a few weeks prior to the layoff.

11 Mr. Espinoza made no initial complaint about the "additional"
12 duties and the charge (General Counsel Exhibit I-T) ultimately
13 filed was not served by mail until December 10, 1979 -- the date
14 of the layoff. The timing of the "change" in assignment
15 corresponds to Respondent's undisputed needs in this regard
16 rather than to any anti-union motivation. Indeed, the new
17 assignment preceded Mr. Espinoza's union discussion with
18 Supervisor Santana, as well as the mechanic's initial wearing of
19 a UFW button on the job.

20 The Respondent has a fundamental right to assign duties and
21 arrange work schedules in accordance with its best judgment,
22 absent contractual restrictions or unlawful motivation. Such
23 decisions are not to be disturbed absent proof that the change was
24 intended to inhibit the exercise of Section 1152 rights or that
25 the adverse effect of the change on employee rights outweighed
26 the employer's business justifications. Rod McLellan Co. (August

1 30, 1977) 3 ALRB No. 71, review den. by Ct. App., 1st Dist.,
2 Div. 4, November 8, 1977, hg. den. December 15, 1977). The
3 re-definition of Mr. Espinoza's job duties neither purported to
4 nor tended to adversely affect or inhibit his exercise of
5 Section 1152 rights. I thus conclude that the assignment change
6 was dictated by legitimate economic concerns, rather than by any
7 attempt to discourage union activity or membership. I recommend
8 that the Section 1153(c) allegation of Paragraph 22(f) of the
9 amended complaint be dismissed.

10 V. The Exclusion of Irrigators, Tractor Drivers, and Sprinkler
11 Workers From the November 1979 Wage Raises Given to Imperial
12 Valley Harvest Workers.

13 A. Facts:

14 Tractor driver Rodolfo Martinez and irrigator Antonio
15 Pulido described Respondent's previous policy of yearly raises
16 which were awarded in the middle of July. These increments in
17 pay were generally "across the board" -- that is, they applied
18 to harvest and ranch workers alike. In 1979, however, the entire
19 work force received raises in March 1979. Only the harvesters
20 and Salinas ranch workers received raises in August 1979, which
21 rates were carried over to the Imperial Valley harvest crews
22 when the season commenced⁵ in November 1979. The Imperial
23 Valley ranch workers were thus not included in these raises.

24 ⁵The base rate for Respondent's Salinas and Imperial Valley
25 tractor drivers was \$4.12/hour after March 1979. That rate
26 was raised to \$5.00/hour in August 1979 and \$5.65/hour in
July 1980 for Salinas only. The harvest workers were paid by
piece rate.

1 All Imperial Valley tractor drivers and irrigators openly
2 supported the UFW according to Mr. Pulido. Tractor driver Jesus
3 Cervantes attended the 1977 UFW Fresno convention, and with fellow
4 ranch workers distributed pamphlets to the workers in the fields.
5 The unrest of the ranch crews occasioned meetings with company
6 personnel (Kelly Olds, Harry Davis and Frank Santana) in December
7 1979 and January 1980.⁶ At the December meeting attended by
8 ranch crews but not field workers, the employees asked for a pay
9 raise because of the raises given in Salinas. They were told by
10 Mr. Olds through interpreter Frank Santana that such raises
11 would be unlawful, and that Respondent would not grant any pay
12 hikes until 50% of the other Imperial Valley growers gave similar
13 raises.

14 In January 1980, a meeting among the ranch crews and
15 Supervisor Santana produced a similar result. Tractor driver
16 Jesus Cervantes further testified that a few days after the
17 January meeting, he had a conversation with Supervisor Santana
18 in the latter's pickup truck. Cervantes opined that the ranch
19 crews were not getting raises because the company wanted to push
20 them out. Mr. Santana replied: "Yes, that is what the company
21 wants." (R.T. Vol. II, p. 40, l. 28; p. 41, l. 1).

22 Supervisor Santana specifically denied the latter
23 conversation with Mr. Cervantes as discussed, supra. Respondent

24 ⁶ Worker discontent over treatment by the foremen occasioned a
25 meeting in 1979 during which the ranch crews asked for a union
26 contract. (R.T. Vol. I, p. 35, ll. 15-16)

1 explained the wage variations on purely economic terms: Respondent
2 was paying what it felt to be competitive wage rates in all
3 areas. It had investigated various companies in each of these
4 localities, and set the wages accordingly. Harvest workers were
5 receiving more because they carried the higher Salinas wage rate
6 with them "around the circuit". Since the tractor drivers,
7 irrigators, shovelers, and sprinkler workers did not normally
8 move from area to area, their salaries would not necessarily be
9 identical for all regions. Labor Relations Manager Kelly Olds
10 denied any anti-union animus in the wage structure, pointing out
11 that there was extensive union activity in the field (harvest)
12 crews as well as in the ranch crews. Mr. Olds confirmed the
13 Respondent's position that it had refrained from bargaining
14 because it felt that the election had been held unfairly, and that
15 there would be no negotiations until that issue was resolved.
16 When the certification litigation terminated, negotiations commenced
17 on or about 28 May 1980.

18 B. Analysis and Conclusions of the §1153(a) and (c)

19 Allegations:

20 General Counsel suggests that Respondent's failure to raise
21 wage rates for its Imperial Valley ranch crews contemporaneously
22 with the raises granted its Imperial Valley harvesters constitutes
23 a discriminatory "penalty" aimed at discouraging union activity.
24 Such conduct would constitute violations of Sections 1153(a) and
25 (c) of the Act. Akitomo Nursery (1977) 3 ALRB No. 73, Helen S.
26 Pasko d/b/a American Steel Linen Co. (1974) 210 NLRB 811 [86 LRRM

1 1285]; J. C. Penney Co. (1973) 202 NLRB 1108 [82 LRRM 1803].

2 It is conceded that Respondent's tractor drivers, irrigators,
3 and sprinkler workers were highly visible UFW supporters who
4 distributed leaflets in the fields, wore union buttons and caps
5 and other insignia to work, and attended UFW conferences, all
6 with the knowledge of Respondent's supervisory personnel.
7 Respondent's anti-union animus has been demonstrated, inter alia,
8 by the direction of Harry Davis to former production manager Ray
9 Gutierrez to watch out for "trouble-makers"; by Mr. Davis'
10 statement that Jose Anaya and Florencio Vasquez had been previously
11 terminated because of their union activities; by the threat of
12 foreman Bobby Sanga to dismiss UFW activist Florencio Vasquez
13 without cause; by Supervisor Santana's statement that Harry Davis
14 was attempting to "push out" the UFW active ranch workers by
15 freezing their salaries.

16 Respondent has sought to explain the exclusion of its ranch
17 workers from the wage increases by economic justification. Its
18 analysis of competitive wages in the Imperial Valley dictated that
19 the ranch crews would not receive the yearly wage increase which
20 was the general custom of all areas. Wage rates were increased
21 for the harvest workers based upon competitive wage considerations
22 in the Salinas area. These raises were carried "around the
23 circuit", having originated during the 1979 harvest in Salinas.
24 But since a majority of Imperial Valley farm operations paid their
25 ranch crews comparable salaries to those earned by Respondent's
26 ranch crews, no upward adjustments were made in the wages of these

1 more geographically stable workers. Respondent further contended
2 and explained in the December 1979 meeting with the ranch crews
3 that it would be "unlawful" to grant a wage increase which was
4 not merited by competitive rates.

5 Reviewing the entirety of the evidence, I find that
6 Respondent's rationale for the exclusion of the ranch workers
7 from the wage raises given to the harvest workers to be pretextual.
8 In doing so, I am mindful of the indicia of anti-union animus,
9 the greater and more visible UFW activities of the ranch crews,
10 the past company practice of yearly "across the board" wage
11 increases for ranch crews and harvest crews alike, and the lack
12 of any significant documentation to substantiate the
13 differentiation made in the instant case. While Respondent
14 attempted to distinguish between the more stable ranch crews, and
15 the more "transient" harvesting crews, said effort is tarnished
16 by analysis of the individual crop operations: To wit, the
17 "mostaza" harvesters primarily resided in the Imperial Valley,
18 and did not follow the yearly "circuit" of Respondent's California
19 Agricultural operations. Yet, they were recipients of the November
20 1979 wage increase. While only some 5% of the harvest force
21 worked in the "mostaza", there is no reasonable economic
22 justification based on Salinas wage rates for their November
23 Imperial Valley raises. While it might have been somewhat
24 incongruous to differentiate wage rates among the types of
25 harvesters, at least such a differentiation would be supportable
26 by the alleged economic justification which was actually proffered

1 for the exclusion of the ranch crews from the November, 1979,
2 increments.

3 Nor is Respondent's assertion that the Imperial Valley
4 harvesting crews were equally as pro-union as its ranch workers
5 persuasive. The ranch workers perceived that they were being
6 "pushed out" because of their UFW activities, which perception
7 was shared by Supervisor Santana. Tractor driver Florencio
8 Vasquez had been previously singled out and discharged for
9 union activities. Former production manager Ray Gutierrez was
10 warned to watch out for "trouble-makers" and promised a bonus
11 to tractor drivers if they "[would] not be involved in so many
12 problems and all of those things". (R.T. Vol. II, p. 51, ll. 16-
13 19). The issues litigated referred solely to problems among
14 the Respondent's Imperial Valley ranch crews rather than to the
15 harvest workers. Respondent produced no evidence -- other than
16 Kelly Olds' assertion that the harvesters had engaged in a one-
17 day work stoppage in 1977 -- that the union activities of the
18 harvest crews were either as visible or as extensive as those
19 of the ranch crews.

20 In N.L.R.B. v Dothan Eagle, Inc. (5th Cir. 1970) 434 F. 2d
21 93, 98, the court, in reviewing an employer's refusal to grant
22 wage increases to some but not all employees following an election
23 campaign stated:

24 "The issue under the Act is therefore whether in form
25 and in purpose the withholding or conferring of economic
26 benefits was to discourage and frustrate the statutory
right of employees freely to organize and bargain
collectively."

1 Quoting N.L.R.B. v Dorn's Transportation Co. (2nd Cir. 1969)
2 405 F. 2d 706.

3 Where the Respondent, as here, had an established policy of
4 granting a wage increase in July, which was widely known and in
5 effect a considerable length of time, I find that the change in
6 wage policy effectively tended to weaken the union by focusing
7 upon the most active UFW partisans -- the tractor drivers,
8 irrigators, and sprinkler workers, The ultimate result of the
9 exclusion of the ranch crews could be demoralizing.

10 Respondent's reliance upon N.L.R.B. v Best Productions Co.,
11 Inc. (9th Cir. 1980) 623 F. 2d 70 (Respondent's Brief II, pp. 20-
12 21) is misplaced. There, the Ninth Circuit overturned the N.L.R.B.
13 finding of an unfair labor practice in the absence of substantial
14 evidence linking the employer's anti-union animus to an employee's
15 suspension for excessive absenteeism. In Best Products, a union
16 activist employee was disciplined for excessive absenteeism.
17 Although the Board inferred anti-union animus from
18 previously litigated unfair labor charges, the Ninth Circuit
19 ruled that a general anti-union spirit, absent a history of
20 concerted unlawful conduct was not evidence of unfair labor
21 practices. The court further noted that the employee's absenteeism
22 rate was the highest for any employee of the company during the
23 period in question, and that discipline was common in such cases.

24 In contrast, the alleged "rationale" for the wage
25 differentiation herein was undocumented except for the rather
26 cursory testimony of Kelly Olds. Other incidents demonstrating

1 anti-union animus were contemporaneous with the wage increase,
2 and also specifically targeted at the more activist ranch
3 workers. The bifurcation of the raises between harvesters and ranch
4 employees represented a departure from previous conduct by the
5 Respondent. As in Shattuck Denn Mining Corporation v. N.L.R.B.
6 (9th Cir. 1960) 362 F. 2d 466, 470, I infer unlawful motivation
7 in light of the absence of a persuasive explanation for the
8 employer's actions. The surrounding facts tend to reinforce
9 this inference of unlawful motivation. I find by the preponderance
10 of the evidence that the wage policy was implemented to
11 discourage union activity. As such, it is violative of §1153(a)
12 and (c) of the Act, and I shall recommend the appropriate remedy.
13 See Kaplan's Fruit and Produce Company (1980) 6 ALRB No. 36.

14 VI. The 1979 Promise and Failure to Provide Bonuses for
15 Tractor Drivers.

16 A. Facts:

17 Tractor driver Rodolfo Martinez testified that in July, 1979,
18 former Production Manager Ray Gutierrez offered a bonus to
19 Respondent's Imperial Valley tractor drivers as follows: "Boys,
20 the machines are going to start working. The old man [Harry Davis]
21 said to me for me to offer you bonuses so that you will do
22 better work and the machines will be stopped for less time and
23 that you will take care of the equipment." (R.T. Vol. I, p. 27,
24 11. 16-20). Bonuses in the amounts of \$200, \$100, and \$50 were
25 promised. The offer was made in the presence of Mr. Martinez,
26 tractor driver Pedro Carillo, and Jesús (Refugio) Cervantes, as

1 well as truck driver Juan Urrutia. Jesus Cervantes confirmed
2 that in June or July 1979, Mr. Gutierrez spoke to him personally
3 and said that the company was offering year-end bonuses of \$200
4 and \$100 so that workers would "work well" and would "not be
5 involved in so many problems and all of those things." (R.T.
6 Vol. II, p. 41, ll. 16-19; p. 42, ll. 1-6).

7 While Mr. Gutierrez was called to testify on behalf of the
8 General Counsel on two occasions, he offered no information
9 regarding the proffered bonuses. Rather, Respondent contended
10 through Labor Relations Manager Kelly Olds that the workers
11 discussed the issue of the promised bonus for tractor drivers
12 at the December, 1979, meeting. Mr. Olds explained through
13 Supervisor Santana that the only person who had the authority
14 to grant a bonus to any D'Arrigo worker was Mr. D'Arrigo himself.
15 "[U]nless they see something in writing with Mr. D'Arrigo's
16 signature on it, promising a bonus, that it was quite a lot
17 of hot air." (R.T. Vol. III, p. 5, ll. 22-24). Mr. Olds denied
18 that Mr. Gutierrez had the authority to promise bonuses, and
19 stated that there would be none given to the tractor drivers
20 whether or not Gutierrez actually had made the promise. District
21 Manager Harry Davis further testified that Mr. Gutierrez was
22 terminated for "poor performance" in December 1979 following
23 his medical leave of absence in October 1979.

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26 /////

1 B. Analysis and Conclusions of the §1153(a) and (c)

2 Allegations:

3 Applying the same considerations to the alleged failure of
4 Respondent to grant the bonus promised by former Production
5 Manager Ray Gutierrez, as to be applied to the exclusion of
6 ranch workers from the November, 1979, wage increase, I reach a
7 similar conclusion. Insofar as the bonus proffered by Mr.
8 Gutierrez would amount to benefits comparable to the wage
9 increases sought by the ranch crews, Respondent's failure to
10 grant the bonus to the tractor drivers are violative of Sections
11 1153(a) and (c) of the Act, I reject defendant's contention that
12 Mr. Gutierrez had no authority to make such an offer, since Mr.
13 Davis conceded that the former production manager was responsible
14 for "all farming operations" including hiring, firing, and
15 general supervision of the Imperial Valley operations. (R.T. Vol.
16 V, p. 75, ll. 24-26; p. 76, ll. 1-2) Further, Respondent admitted
17 in its answer to complaint (General Counsel Exhibit #I-A) that
18 Ray Gutierrez was its agent at all relevant times and is thus
19 estopped from denying that agency relationship at this time.
20 Sam Andrews Sons (1980) 6 ALRB No. 44, citing Bogart Sportswear
21 Manufacturing Company (1972) 196 NLRB 189 [80 LRRM 1262],
22 affirmed in relevant part (5th Cir. 1973) 485 F. 2d 1230 [84 LRRM
23 2313].

24 While there may have been no prior policy of Respondent to
25 grant bonuses of the type promised by Mr. Gutierrez, the ultimate
26 refusal to fulfill this promise effectively "froze" the tractor

1 drivers' wages as discussed supra. The impact and intent was to
2 discourage the most active union supporters. Said conduct is
3 violative of §1153(a) and (c) and I so find.

4 I find that the testimony of tractor drivers Rodolfo Martinez
5 and Jesus Cervantes provided substantial and uncontroverted evidence
6 that Mr. Gutierrez did indeed promise the bonus sometime late
7 June or early July 1979, contrary to Respondent's contentions (see
8 Respondent's Brief II, pp. 16-17). The discrepancies regarding
9 the exact date of the promise, and the actual amounts to be
10 offered were not significant in light of Mr. Gutierrez' failure
11 to deny his conduct.

12 I decline to find that the promise itself constituted a
13 separate violation of §1153(a) and (e). The bonus offer may be
14 said to be a prototype violation -- particularly to the extent
15 that it can be viewed as a "velvet-covered" threat to the tractor
16 drivers to avoid (union) problems. The promise was apparently
17 made, however, more than six months prior to the filing of the
18 pertinent charge. (General Counsel Exhibit I-N, filed January
19 29, 1980). This Board has ruled that the statute of limitations
20 is not jurisdictional but must be the subject of an affirmative
21 defense. See Perry Farms, Inc., (April 26, 1978) 4 ALRB No. 25,
22 enf. den., Perry Farms v Agricultural Labor Relations Bd. (1978)
23 86 Cal. App. 3d 448, citing Chicago Roll Farming Co. (1967) 167
24 NLRB 961, 971 [66 LRRM 1228], enf'd. (7th Cir. 1969) 416 F. 2d
25 346 [72 LRRM 2683].

26 Although I find that no issue of the statute of limitations

1 was raised in either the pleadings or Respondent's Briefs (I and
2 II), I note that General Counsel conceded the statute of
3 limitations difficulties at hearing and suggested that the essence
4 of the charge (Paragraph 22 of the Amended Complaint) was the
5 failure of the Respondent to grant the bonus rather than the
6 actual promise. (R.T., Vol. III, p. 97, ll. 7-12). Because this
7 concession by General Counsel may have occasioned Respondent's
8 omission of this defense in its briefs, because the promise
9 itself might not have been fully litigated in light of General
10 Counsel's position (see Shumate v. NLRB (4th Cir. 1971) 452 F. 2d
11 717 [78 LRRM 2905, 2908], and because the ultimate remedy
12 I shall propose in this matter will be unaffected by finding
13 another (set) of §1153(a) and (e) violations for the promise
14 itself, I will treat the allegations (as they have been pleaded)
15 as one congeries of facts sustaining violations of §1153(a) and
16 (c) of the Act. That is, the violation of the Act stems from the
17 failure to fulfill the earlier promise of the bonuses. Of course,
18 the circumstances surrounding the original promise may be
19 utilized as evidence of Respondent's subsequently charged unlawful
20 conduct. Sunnyside Nurseries, Inc., 4 ALRB No. 88 (1978); Local
21 Lodge No. 1424 v. The National Labor Relations Board (1960) 362 U. S.
22 411; Seine and Line Fisherman's Union of San Pedro (1960) 136
23 NLRB No. 2, 1, affirmed (9th Cir. 1967) 374 F. 2d 974.

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1 VII. Implementation of a New Seniority System Affecting
2 Irrigators and Shovelers.

3 A. Facts:

4 Sometime during the 1978-1979 Imperial Valley harvesting
5 season, Production Foreman Ray Gutierrez decided to change the
6 existing seniority system involving the irrigators and shovelers.
7 Up until that time, two separate lists ranking employees in order
8 of hire were kept for the shovelers and the irrigators. (General
9 Counsel Exhibits #5, 6). Mr. Gutierrez, with the approval of
10 Harry Davis, eliminated the seniority list for shovelers with
11 the intent of placing the names from the eliminated list at the
12 bottom of the irrigator list.

13 That the latter scheme was intended by Mr. Gutierrez was
14 supported by his testimony, as corroborated by Supervisor
15 Santana's conversation with him, and the "rumors" that spread
16 among the irrigators and shovelers during the 1978-1979 season.
17 Since the plan had not been implemented by October, 1979, (the
18 shovelers were hired after the irrigators in the fall, 1979), I
19 do not find the shovelers' denial of having been previously
20 informed of the plan to be critical to General Counsel's case.

21 Because there was some opportunity for irrigators to earn
22 more than shovelers due to overtime and night work, Mr. Gutierrez
23 testified that the shovelers -- Juan Garcia, Jesus A. Alvarado,
24 and Jorge Alvarado consented to this change. Additionally, since
25 there was irrigation work to do following the completion of
26 shoveling, irrigators normally were later to be laid off than

1 the shovelers and earlier to be recalled. Thus, the placement
2 of the shovelers at the bottom of the irrigation list would not
3 in reality change the order of layoff and/or recall. This
4 change was engineered, according to Mr. Gutierrez, because of the
5 small number of shovelers, the utilization of the shovelers for
6 irrigation work and vice versa, and the thought that the shovelers
7 would do better work as irrigators, if they could observe the
8 effects of the shoveling on the irrigation.

9 Mssrs. Gutierrez and Harry Davis were aware of the UFW
10 support among irrigators, who often wore buttons, caps, and
11 attended negotiation meetings. Indeed, Harry Davis had warned
12 Mr. Gutierrez about "trouble-makers" Jesus Mejia, Florencio
13 Vasquez, and Jose Anaya, and suggested that the latter two employees had
14 been previously dismissed by the company for union activities.
15 (R.T. Vol. IV, p. 24, ll. 14-23). The shovelers were less
16 active -- they did not wear UFW buttons or caps and only very
17 recently attended the Salinas negotiation sessions.

18 After Mr. Gutierrez' departure, however, irrigators Florencio
19 Vasquez, Martin Jimenez Diaz, Maximiliano Diaz, Antonio Pulido,
20 Guillermo De La O, Espiridion Gastelum, and Alfonso Baez were
21 laid off prior to former shovelers Jesus Alvarado and Juan
22 Garcia. Jorge Alvarado followed Florencio Vasquez on the "new"
23 seniority list, but preceded the six other alleged discriminatees.
24 (General Counsel Exhibit #7). When the workers were recalled
25 in September, 1980, the former shovelers again preceded the
26 irrigators. The irrigators approached Supervisor Santana about

1 the new seniority system in the fall of 1980 and were informed
2 that the shovelers had worked longer with the company, that he
3 (Santana) did what the company told him, and that they should
4 fight the case if they wanted because they had the right (to do
5 so). (R.T. Vol. IV, p. 39, 11, 26-28).

6 Respondent stipulated that the seniority policy did change
7 and that layoffs and recalls of irrigators and former shovelers
8 were made on the basis of the August 28, 1980, irrigator seniority
9 list. (General Counsel Exhibit #7). It denied anti-union
10 motivation for the change, with Supervisor Santana testifying
11 that the shovelers kept their original dates of hire because
12 it was the company, rather than the workers themselves, who
13 initiated the combination of irrigators and shovelers. Office
14 Manager Erlene De Long, at the instructions of Messrs. Santana
15 and Kelly Olds, thus wrote in the employee numbers of former
16 shovelers Juan Garcia and the Alvarado brothers on the July 3,
17 1979 irrigator seniority list, (General Counsel Exhibit #5),
18 in order of the respective dates of hire.

19 The ultimate decision regarding the ranking of the employees
20 on the new irrigator seniority list would have to come from
21 Salinas -- from Kelly Olds and/or Mr. D'Arrigo. Mr. Gutierrez
22 was not authorized to place the former shovelers at the bottom
23 of the new irrigator list, and both shovelers Juan Garcia and
24 Jesus Alvarado denied having agreed to the seniority change or
25 even having discussed the change with Mr. Gutierrez, until
26 September 1979. The hourly wage rate of shovelers and irrigators

1 was identical.

2 While neither Kelly Olds or Mr. D'Arrigo testified regarding
3 the rationale for the ultimate seniority decision, former District
4 Manager Harry Davis described company policy as follows: Where
5 two classifications are combined into one, one crew would go to
6 the bottom of the list of the other crew unless the two jobs
7 were "related" and the eliminated crew had experience in the
8 incorporated category.

9 B. Analysis and Conclusions of the Alleged §1153(a) and (c)
10 Violations:

11 Applying the identical standard to Respondent's decision to
12 combine the irrigator and shoveler seniority lists, it is
13 apparent that the "merger" itself cannot be regarded as
14 discriminatory. Respondent proffered a legitimate reason for
15 the decision -- to improve the work performance of the shovelers
16 who would take more pride in their shoveling if they were also
17 required to do the follow-up irrigation work. This rationale
18 was uncontroverted.

19 It is the subsequent decision to place former shovelers
20 Juan Garcia and the Alvarado brothers on the new irrigation
21 list according to their original dates of hire which impacts
22 adversely upon irrigators and union activists Florencio Vasquez,
23 Antonio Pulido, Guillermo De La O, Espiridium Gastelum, Martin
24 Jimenez Diaz, Maxmiliano Diaz and Alfonso Baez. This action is
25 particularly suspect in light of the indicia of anti-union animus
26 discussed supra. Not only were the irrigators "frozen" out of

1 the yearly wage increase, the new seniority system would
2 effectively mean less work for them at Respondent's ranches.

3 Respondent's justification for the placement of the shovelers
4 on the new list is not persuasive. While it contended that this
5 decision had to be made by Kelly Olds and/or Mr. D'Arrigo, neither
6 testified at the hearing regarding the motivation for the charge.
7 Former Production Manager Ray Gutierrez testified that when he
8 initiated the merger in late 1978 or early 1979, he intended for
9 the shovelers to be placed at the end of the list. Former
10 District Manager Harry Davis opined that in a job category change
11 of this type, his view of company policy was that the shovelers
12 would go to the bottom of the new irrigator list unless they had
13 substantial experience as irrigators. Supervisor Santana
14 conceded that he could not understand the reason for the change.

15 While the record is not clear as to the extent of irrigation
16 experience of Mr. Garcia or the Alvarado brothers (they apparently
17 had done some irrigation for Respondent), one of the avowed
18 reasons for the elimination of the shovelers was their inability
19 to properly prepare the ground for the irrigators. Had they
20 extensive experience as irrigators, it is unlikely that their
21 shoveling work would be "below-par". Further, it was conceded
22 that under the two-seniority list "regime", shovelers were
23 normally laid off prior to the irrigators and recalled later,
24 because of the nature of their work. There was irrigation work
25 to be done following the completion of shoveling, and apparently
26 irrigators were the first to return to prepare for the upcoming

1 harvest season. Thus, a continuation of company policy would
2 naturally suggest that the three shovelers be placed at the bottom
3 of the irrigation list. The expectations of all concerned were
4 that the shovelers worked fewer days seasonally than did the
5 irrigators. Adherence to that company policy called for the
6 implementation of Mr. Gutierrez' original plan.

7 In light of the prior findings of §1153(a) and (c) violations,
8 I find the absence of a valid business justification for the
9 "bumping" system inaugurated to be critical. (See Arnaudo Bros.,
10 Inc. (October 12, 1977) 3 ALRB No. 78, enf'd by Ct. App., 3rd
11 Dist., May 16, 1978, hg. den. June 27, 1978; E. I. Dupont deNemours
12 & Co. v. N.L.R.B. (4th Cir. 1973) 480 F. 2d 1245 [83 LRRM 2756],
13 enforcing (1973) 199 NLRB 1044 [82 LRRM 1071]. The new policy --
14 which departed from past company practice -- purported to further
15 discourage the union sympathies of the seven alleged
16 discriminatees. I thus find that the seniority system change
17 violated Sections 1153(a) and (c) of the Act and I shall recommend
18 the appropriate remedy therefor.

19 VIII. The Bargaining Issues:

20 A. Facts:

21 All of the events litigated at the hearing occurred after
22 the UFW certification in 1977, but before the final court
23 decision affirming that certification. (D'Arrigo Brothers of
24 California (July 14, 1978) 4 ALRB No. 45, review den. by Ct. App.,
25 1st Dist., Div. 2, February 26, 1980, hg. den. April 4, 1980.)
26 The Board has ruled that the Respondent's litigation posture during

1 this interim period was one taken in "good faith". (D'Arrigo
2 Brothers of California (1980) 6 ALRB No. 27.) The issue for
3 decision then, is whether the aforescribed unilateral actions
4 of Respondent (layoff and change of working conditions of
5 Lorenzo Espinoza, wage increase for harvest workers and change
6 in seniority system for the irrigators and shovelers) constitute
7 a refusal to bargain violative of §1153(a) and (e) of the Act,
8 and if so, what is the appropriate remedy.⁷

9 B. Analysis and Conclusions:

10 Under the ALRA, it is an unfair labor practice for an
11 employee "[t]o refuse to bargain collectively in good faith
12 with labor organizations certified pursuant to the provisions
13 of Chapter 5..."

14 It is as yet unsettled whether an employer is obligated during
15 the certification litigation period to give a union which has
16 participated in a representation election notice about changes
17 it wants to make in its employees' wages, hours, or conditions
18 of employment as well as an opportunity to bargain about the
19 changes. Highland Ranch and San Clemente Ranch, Ltd. (1979) 5
20 ALRB No. 54 enf. denied in part, 107 Cal. App. 3d 632 (1980),
21 hearing granted August 28, 1980 (L.A. 31316); W.R. Grace and
22 Co. (1977) 230 NLRB 617 [97 LRRM 1459], enf'd in part (5th Cir.
23 1978) 571 F. 2d 279 [98 LRRM 2001. Quoting the NLRB, this Board
24 has found violations of Sections 1153(a) and (e) of the Act
25 during this period by the employer's unilateral changing of
26 employees' wages:

1 "...[A]n employer acts at its peril in making changes
2 in terms and conditions of employment during the period
3 that objections to an election are pending and the final
4 determination has not yet been made. . . . Such changes
5 have the effect of bypassing, undercutting, and under-
6 mining the union's status as the statutory representative
7 of the employees in the event certification is issued. To
8 hold otherwise would allow an employer to box the union
9 in on future bargaining positions...."

10 Mike O'Connor Chevrolet, 209 NLRB 701, 85 LRRM 1419
11 (1974) rev'd on other grounds, 512 F. 2d 684, 88 LRRM
12 3121 (8th Cir. 1975).

13 Masaji Eto, dba Eto Farms (1980) 6 ALRB No. 20

14 On the other hand, there is precedent under Federal law that
15 an employer is not under a duty to bargain with a union during the
16 period between an election the union appears to have won, and
17 the time the employer's objections to that election are resolved.
18 Sundstrand Heat Transfer, Inc. v. N.L.R.B. (7th Cir. 1976) 538 F.
19 2d 1257.

20 It is equally settled under Federal law, however, that an
21 employer acts "at its peril" in changing the terms and conditions
22 of employment during that interim period, without bargaining.

23 If the challenges are resolved in favor of the union, resulting
24 in its certification, the employer's failure to bargain is
25 considered an unfair labor practice under 29 U.S.C. §158(a) (5)

26 ⁷ Apparently, General Counsel has characterized the bonus
promise to the tractor drivers and subsequent failure to
grant the bonus as §1153(a) and (e) violations, as well
as a §1153(c) violation. Because more than six months
have elapsed between the date of the alleged promise and
the filing of the charge (see discussion, supra), I decline
to find a bargaining violation for the original promise.
The failure to grant the bonus is more properly alleged to
be §1153(a) and (c) violations similar to the pleadings
characterizing the exclusion of the ranch crews from the
November, 1979, raises given to the harvest work force.
The §(a) and (c) implications of the failure to grant the
bonus have already been reviewed.

1 and (1). N.L.R.B. v Allis-Chalmers Corp. (5th Cir. 1979) 601 F.
2 2d 870, 874; Mike O'Connor Chevrolet (1979) 209 N.L.R.B. 701, 703.
3 Thus, in the Grace case, the NLRB held that the employer was
4 under an obligation to bargain with the union over the effects
5 of its decision to close down operations. The U. S. Court of
6 Appeals for the Fifth Circuit enforced the NLRB's order therein,
7 indicating that the employer was required to notify the union
8 of its decision (to close the facility) "in order that the
9 voices of those affected by the changes are heeded, and that is
10 true even though the election challenge is still pending." Grace,
11 supra, at 283.

12 Whether or not the California Supreme Court chooses to limit
13 the employer's duty to bargain in these situations in light of
14 the §1153(f)⁸ prohibition of bargaining with non-certified
15 bargaining units or some other distinction in the ALRA's language
16 and legislative history which requires a different result than
17 under Federal law, some review of the potential ramifications of
18 the §1153(a) and (e) allegations seems warranted. That is, there
19 may or may not be evidence of a "bad-faith" refusal to bargain
20 in the conduct heretofore discussed with respect to alleged
21 §(a) and (c) violations. Certainly, the Board's prior
22

23 ⁸ §1153(f) provides that it is an unfair labor practice for
24 an agricultural employer "[t]o recognize, bargain with, or
25 sign a collective bargaining agreement with any labor
26 organization not certified pursuant to the provisions of
this part." Respondent did not raise the issue of the
significance of the §1153(f) prohibition in the certification
litigation context, nor did any witness suggest that the
failure to bargain was due to a belief that negotiations would
be unlawful.

1 finding of Respondent's good faith litigation posture cannot be
2 interpreted as a license for anti-union conduct which
3 ultimately could impact upon future negotiations.

4 The unilateral wage increases granted Respondent's Imperial
5 Valley harvest workers, the seniority changes involving the
6 irrigators and shoveler crews, and the layoff and change of
7 working conditions of Lorenzo Espinoza all constitute typical
8 per se violations of §1153 (a) and (e). Hemet Wholesale Company
9 (1978) 4 ALRB No. 75; Adam Dairy dba Rancho Dos Rios (April 26,
10 1978) 4 ALRB No. 24, review den. by Ct. App., 2nd Dist., Div. 3,
11 March 19, 1980; NLRB v Exchange Parts Co. (5th Cir. 1965) 339 F.
12 2d 829; NLRB v Katz (1962) 369 U.S. 736 [82 S. Ct. 1107].
13 Unilateral action of this type violates the duty to bargain since
14 the possibility of meaningful union input is foreclosed.
15 Kaplan's Fruit and Produce Company (1980) 6 ALRB No. 36 (1980),
16 citing O.P. Murphy Produce (October 26, 1979) 5 ALRB No. 63,
17 review den. by Ct. App., 1st Dist., Div. 4, Nov. 10, 1980, hg.
18 den. December 10, 1980; Maseji Eto (1980) 6 ALRB No. 20.

19 As this Board indicated in O. P. Murphy, supra:

20 "Unilateral implementation of a wage increase
21 constitutes a change in a significant term of
22 employment without regard to the union's role as
23 representative of the employees, and has been considered
24 by far the most important 'unilateral act'. NLRB v.
Fitzgerald Mills Corp. 313 F. 2d 260 (2nd Cir.) cert.
den., 375 U.S. 834 (1963). It is also a per se violation
of the Act. NLRB v Katz, NLRB v. Burlington Rendering Co.,
386 F. 2d 699 (2nd Cir. 1967)."

25 Respondent's contention that the wage increases are
26 appropriate because they were a "continuation of D'Arrigo's past

1 practice" (Respondent's Brief II, p. 18) is ill-founded. While
2 the "dynamic status quo" theory is the exception to the general
3 rule (NLRB v. Ralph Printing & Lithograph Co. (8th Cir. 1970) 433
4 F. 2d 1058 [75 LRRM 2267]), the Katz decision clearly distinguishes
5 between automatic increases which are fixed in amount and timing
6 by company policy and increases which are discretionary. The
7 harvest wage increase in the instant case occurred in autumn,
8 1979, while former raises had all occurred in July. The amount
9 was fixed by Respondent's sense of the prevailing rate in Salinas.
10 Previously, wage increases had been given "across-the-board" to
11 harvesters and ranch employees alike. Under the circumstances,
12 I find that the wage increase ultimately granted Respondent's
13 Imperial Valley harvesters was discretionary and therefore subject to
14 collective bargaining. As such, the Respondent's unilateral
15 conduct in this regard constitutes a per se violation of §1153(a)
16 and (e).

17 It is uncontested that unilateral changes in working
18 conditions also constitute per se violations of the duty to
19 bargain. See Montebello Rose Co. (1979) 5 ALRB 64. Since Mr.
20 Espinoza described the addition of servicing duties to his
21 normal mechanic shop tasks, and since Supervisor Santana was to
22 describe the serviceman job as a "little different than just shop
23 mechanic" (R.T. Vol. III, p. 68, ll. 12-16), I find that this
24 change taken without consultation with the union to be a further
25 technical violation of §1153(a) and (e) of the Act.

26 I reach a similar conclusion with respect to the layoff of

1 Mr. Espinoza and the seniority change involving the irrigators
2 and shovelers in light of prior NLRB decisions. See also Walker Co.
3 (1970) 74 LRRM 1409; Nebraska Bulk Transport, Inc. (1979) 100 LRRM
4 1340; Hamilton Electronics Co. (1973) 203 NLRB No. 206.

5 These per se violations constitute some evidence of
6 Respondent's overall bad-faith refusal to bargain. Montebello Rose
7 Co., supra; Central Cartage, Inc. (1978) 236 NLRB No. 163 [98
8 LRRM 1554]. Respondent can persuasively suggest, however, that
9 following the Board's finding of a "good-faith" litigation posture,
10 and the concession that no bargaining would take place because
11 of the (good faith) belief that the UFW's certification had not
12 been finally resolved, there can be no finding of a bad faith
13 refusal to bargain. The ultimate test is whether the totality
14 of circumstances suggest that the purpose for the implementation
15 of the unilateral changes is to discourage and frustrate the
16 statutory right of employees to bargain collectively. NLRB v.
17 Dothan Eagle, Inc. (5th Cir. 1978) 434 F. 2d 93, 98; NLRB v.
18 Dorn's Transportation Co. (2nd Cir. 1969) 405 F. 2d 706.

19 Considering the evidence in its entirety -- the per se
20 violations, the anti-union animus discussed supra, the finding
21 of §1153(a) and (c) violations in the treatment of Mr. Espinoza,
22 the exclusion of the ranch crews from benefits afforded the
23 harvesters, and the seniority change involving the irrigators
24 and shovelers, -- I find that Respondent effectively sought to
25 weaken the UFW by taking the following reprisals for the union's
26 victory in achieving the status of bargaining representative for

1 its employees: The wage differential intended to "push out" the
2 more active ranch crew members, as was admitted by Supervisor
3 Francisco Santana. It neither conformed to past company practice
4 nor was extensively investigated before implementation. Needless
5 to say, the union was not notified of the wage raise decision.
6 The seniority system change reduced the period of employment
7 for the most active irrigators -- Florencio Vasquez, Antonio
8 Pulido, et al. Greater seniority was accorded to the less active
9 shovelers who had been accustomed to earlier layoffs. No
10 representative of Respondent responsible for the seniority decision
11 testified regarding its motivation. Those who did testify suggested
12 that (1) the shovelers were at first placed at the bottom of the
13 seniority list; and (2) company policy likely dictated that
14 the initial placement was the proper one. While Respondent has
15 suggested a non-discriminatory rationale for the layoff of Mr.
16 Espinoza, I find the timing of the layoff, the method of
17 informing the employee of the Respondent's decision, and the
18 recent wage increase afforded Mr. Espinoza, belies the alleged
19 justification.⁹

20 Additionally, a promised bonus to the activist tractor
21 drivers -- if they avoided "problems" and did their work (albeit
22 an uncharged violation) provides further indicia of Respondent's
23 unlawful motivation.

24 I find that Respondent's actions constitute substantial
25 evidence of its bad-faith refusal to recognize the UFW as the
26 bargaining representative of the employees, and of its effort to

1 render the union ineffectual. Although this Board may have found
2 that Respondent's position re certification reflected a good-faith
3 litigation posture, I find that these other factors of bad-faith
4 support the conclusion that Respondent ultimately hoped never to
5 reach an agreement with the union. There were no mass discharges
6 or layoffs of UFW activists, nor company-wide changes in job
7 categories. But the efforts to lay off Mr. Espinoza, reduce
8 the work of the pro-UFW irrigators, and freeze the salary of
9 the activist ranch crews cumulatively tended to affect the status of
10 the UFW at Respondent's operations during the pendency of the
11 litigation. The absence of reasonable non-discriminatory
12 justifications, in conjunction with the concessions of key
13 management personnel, suggest that Respondent intended to
14 undermine the UFW's efforts during this period.

15 While Respondent may compellingly argue that it is caught
16 in a "Catch-22" quandary -- that is, the increase of the harvest
17 workers' wages could violate §1153(a) and (e) of the Act while

18 ⁹In reviewing the evidence, I take note of the fact that in at
19 least three instances, the witness with the first-hand knowledge
20 of Respondent's alleged business rationale with respect to
21 various decisions failed to testify on that particular issue.
22 Thus, Ray Gutierrez did not testify regarding the bonus
23 promise, even though he had been called on two occasions by
24 the General Counsel (the hearing was bifurcated). Harry Davis
25 testified regarding the irrigator-shoveler seniority lists,
26 but failed to testify regarding the decision to lay off Mr.
Espinoza. Kelly Olds described the wage increases, but did
not appear to explain the seniority decision. While the
seniority issue was litigated at the second portion of the
hearing (November 5, 6), no explanation was given by Respondent
for the absence of Kelly Olds, who had testified previously.
Nor was there any reason given for Harry Davis' absence during the
first part of the hearing (August 13, 14, 15) when Mr. Espinoza's
layoff was considered.

1 the "freeze" of the ranch crew wages would violate §1153(a) and
2 (c) of the Act -- it is suggested that the dilemma could have been
3 avoided by negotiating directly or at least consulting with the
4 collective bargaining representative.

5 As recommended by the National Labor Relations Board:

6 "What is required is the maintenance of pre-existing
7 practices, i.e., the general outline of the program,
8 however the implementation of that program (to the
9 extent that discretion has existed in determining
10 the amount or timing of the increases), becomes a
11 matter as to which the bargaining agent is to be
12 consulted."

13 Oneita Knitting Mills (1974) 205 NLRB No. 76, 500

14 The union was entitled to be consulted regarding the timing
15 and amount of the wage increases, the change in Mr. Espinoza's
16 work assignment, the decision to replace Mr. Espinoza with
17 sub-contractors, and the elimination of the shovelers' seniority
18 list and subsequent "bumping" of the irrigators' seniority. That
19 it was not consulted further tended to isolate the UFW from its
20 employee base during the pendency of the certification challenge.
21 No emergency has been alleged by Respondent which would have
22 rendered consultation impossible or even impractical. No
23 suggestion was offered either at hearing or in Respondent's
24 briefs (I and II) that Respondent's conduct was guided by
25 consideration of the prohibitions of §1153(f). By dealing
26 directly with the employees without prior notification of the
UFW, the union was left with a pyrrhic electoral victory. Once
the Respondent ultimately chose to commence bargaining, many of
the union activists who were instrumental in the election would

1 have been "frozen out". I find such result to be purposeful and
2 underlying Respondent's conduct during the pendency of the
3 certification election. Such conduct is violative of the basic
4 collective bargaining goals of §1153(a) and (e) of the Act and
5 I shall recommend the appropriate remedy.

6 SUMMARY

7 I find that Respondent violated Sections 1153(a), (c) and
8 (e) of the Act by the layoff of Lorenzo Espinoza, and the change
9 in irrigator-shoveler seniority. Respondent violated Sections
10 1153(a) and (c) of the Act by its refusal to grant wage raises
11 to its ranch crews and by its failure to fulfill a promised bonus
12 to its tractor drivers. Respondent violated Sections 1153(a) and
13 (e) by the change in conditions of Mr. Espinoza's employment and
14 by the wage raises granted its harvest workers. I recommend
15 dismissal of all other fully litigated allegations raised during
16 the hearing, (and which had not been resolved by formal
17 settlement agreement among the parties). Because of the importance
18 of preserving stability in California agriculture, and the
19 significance of assuring that the results of the ballot are not
20 thwarted by subsequent violations of employee rights, I find the
21 violations to be serious, and recommend the following:

22 THE REMEDY

23 Having found that Respondent has engaged in certain unfair
24 labor practices within the meaning of Sections 1153(a), (c), and
25 (e) of the Act, I shall recommend that it be ordered to cease and
26 desist therefrom and to take certain affirmative actions designed

1 to effectuate the policies of the Act.

2 Having found that Respondent unlawfully laid off Lorenzo
3 Espinoza, I shall recommend that Respondent be ordered to offer
4 him immediate and full reinstatement to his former job as
5 shop mechanic if it has not already done so without prejudice
6 to his seniority, or other rights and privileges. I shall further
7 recommend that Respondent make Lorenzo Espinoza whole for any
8 losses he may have suffered as a result of its unlawful
9 discriminatory action by payment to him of a sum of money equal
10 to the wages and other benefits he would have earned from December
11 11, 1979, to the date on which he is reinstated, or offered
12 reinstatement, less his respective earnings and benefits,
13 together with interest at the rate of seven percent per annum,
14 such back pay and benefits to be computed in accordance with
15 the formula adopted by the Board in Sunnyside Nurseries, Inc.,
16 (May 20, 1977) 3 ALRB No. 42, enf. den. in part; Sunnyside
17 Nurseries, Inc. v. Agricultural Labor Relations Bd. (1979) 93
18 Cal. App. 3d 922.

19 Having found that Respondent unlawfully failed to grant
20 wage increases to its Imperial Valley irrigators, tractor
21 drivers, and ranch crews, I shall recommend that these employees
22 be made whole for any losses they may have suffered as a result
23 of Respondent's unlawful discriminatory action by payment to
24 them of a sum of money equal to the wages plus benefits they would
25 have earned from November 19, 1979, had they been granted raises
26 comparable to those granted the Salinas ranch crews.¹⁰ I find
¹⁰together with interest at the rate of seven percent per annum.

1 that this formulation would also compensate for the unfulfilled
2 promise of the bonus to the tractor drivers, and thus do not
3 recommend further remedy in this regard.

4 Having found that Respondent unlawfully changed its
5 irrigators' and shovelers' seniority systems, I shall recommend
6 that Respondent make Florencio Vasquez, Antonio Pulido, Martin
7 Jimenez Diaz, Maximiliano Diaz, Guillermo De La O, Espiridion
8 Gastelum, and Alfonso Baez whole for any losses they may have
9 suffered as a result of this unlawful discriminatory action by
10 payment to them of a sum of money equal to the wages plus
11 benefits¹¹ they would have earned had they not been "bumped" on the
12 new combined irrigators' seniority list from February 9, 1980,
13 the first layoff following the new system.

14 With respect to the bargaining issues, General Counsel has
15 argued that the make-whole formula set forth in Adam Dairy, dba
16 Rancho Dos Rios (April 26, 1978) 4 ALRB No. 24, review den. by
17 Ct. App., 2nd Dist., Div. 3, March 17, 1980 is "the only
18 appropriate remedy". (General Counsel's Brief, p. 41). Respondent,
19 on the other hand, has suggested that the make-whole remedy is
20 inappropriate in light of the Board's finding that the "company had
21 [a] reasonable good faith belief that the union's certification
22 was invalid." D'Arrigo Brothers Company (1980) 6 ALRB No. 27.

23 In considering the make-whole remedy herein, I am mindful
24 of the Board's majority decision in Kaplan's Fruit and Produce
25 Company (1980) 6 ALRB No. 36. There, the make-whole remedy was
26 found inappropriate although Respondent's conduct presented some
¹¹together with interest at the rate of seven percent per annum.

1 evidence of a bad-faith approach to collective bargaining. There,
2 certain unilateral wage increases, individual bargaining with
3 employees, and prior unfair labor practices were found not to be
4 sufficiently persuasive to change the majority's view of the
5 totality of Respondent's conduct, because of "inadequate evidence
6 of bad faith in the bargaining process."

7 In the instant case, the Board has already found a "good faith"
8 rationale for Respondent's failure to bargain. D'Arrigo Brothers
9 Company, 6 ALRB No. 27 (1980). There is no evidence of bad
10 faith at the bargaining table. Here, however the per se
11 violations are serious because of the discriminatory motivation
12 underlying the §1153(a) and (c) violations. By freezing ranch
13 employee wages for 18 months, a very clear message was given to
14 the workers: The union activists would be pushed out of the
15 Respondent's operations before bargaining could even take place.
16 Additionally, the admissions by Respondent's supervisory
17 personnel--the concession of Supervisor Sanga, the promise
18 of a bonus by former Production Manager Ray Gutierrez if the
19 tractor drivers avoided problems, the statements made by Harry
20 Davis to Mr. Gutierrez, foreman Santana's threat directed at
21 Florencio Vasquez--viewed in their entirety, seem more than the
22 "direct evidence" of the UFW organizer's statement in the Kaplan
23 decision. And the discriminatory layoffs and seniority changes
24 in the instant case are much more contemporaneous with other
25 violations than were the previous unlawful discharges in the
26 Kaplan decision.

1 On balance then, I conclude that some type of make-whole
2 remedy might well be appropriate in the factual context. However,
3 I decline to recommend the Adam Dairy formula because of the
4 following considerations:

5 (1) Insofar as the make-whole formula is designed to avoid
6 penalty to employees who otherwise should have enjoyed the
7 benefits of a collective bargaining agreement but for the bad
8 faith delays by the employer, the record here is that the employers'
9 refusal to bargain was prolonged because of its good faith
10 litigation posture.

11 (2) During the pendency of the certification, and indeed,
12 by the date of this writing, the extent of the employers'
13 bargaining responsibilities in similar circumstances had not
14 been adjudicated by the State's highest court. This Board's
15 original decision suggesting that employers "act at their own
16 peril" rendered in San Clemente Ranch, Ltd. (1979) 5 ALRB No. 54,
17 was at least partially annulled by the Court of Appeal's decision
18 in San Clemente Ranch, Ltd., v Agricultural Labor Relations Bd.
19 (1980) 107 Cal. App. 3d 632. The latter is, of course, not
20 properly citable in light of the August 28, 1980, hearing granted
21 by the Supreme Court of California (L.A. 31316). See California
22 Rules of Court, Rules 976(d), 977. Without more definitive
23 judicial guidance, it seems inappropriate to recommend further
24 sanctions for conduct which may ultimately prove to be lawful
25 under the ALRA.

26 (3) As collective bargaining is a voluntary process which

1 succeeds most frequently in an atmosphere of cooperation, Adam
2 Dairy encourages the fashioning of minimally intrusive make-whole
3 remedies which will "stir the resumption of the collective
4 bargaining process." Since the wage increases granted the harvest
5 workers, though illegal, apparently brought these workers up to
6 a prevailing wage rate, a concomitant retroactive increase
7 for the Imperial Valley ranch crews as suggested above in the
8 discussion of remedies for the §1153(a) and (c) violations would
9 seem more appropriate than the Adam Dairy make-whole formula.
10 Lest there be concern that it is Respondent's unlawful conduct
11 which is delineating the standard for relief (i.e. its unilateral
12 wage increases), said formulation should be subject to UFW
13 approval, or if desired, further negotiation.

14 (4) The thought lingers that the unlawful activity found herein
15 may shed further light onto the Board's original determination
16 that Respondent had litigated the election objections in good
17 faith. However, I find that the interest in fostering judicial
18 review as a check on arbitrary administration actions in cases
19 where the employer has raised meritorious objections to an election
20 is sufficiently important (see J. R. Norton Co. (June 22, 1978)
21 4 ALRB No. 39, enf'd in part J. R. Norton Co. v. Agricultural Labor
22 Bd. (1979) 26 Cal. 3d 1), and alternative remedies sufficiently
23 effective to suggest some modification of the Adam Dairy approach
24 for the instant case.

25 Thus, in addition to the recommendations suggested above,
26 and after having found that employer has engaged in certain unfair

1 labor practices in violation of §1153(a) and (e) of the Act, I shall
2 recommend that the employer be required to bargain in good faith
3 with the UFW with regard to wages, hours, and other terms and
4 conditions of employment. ¹²

5 I shall further recommend that the changes in Lorenzo
6 Espinoza's working conditions, and the implementation of the
7 new irrigators' seniority list be rescinded, if the union as the
8 exclusive representative of the affected employees, so desires.
9 In addition, I shall recommend that Respondent make available
10 to the union, upon request, all records necessary and relevant
11 to assess the alternatives available to the employees. Adam Dairy
12 Supra, citing Unoco Apparel, Inc. (1974) 215 NLRB 89 [88 LRRM
13 1230]; Idaho Fresh-Pak, Inc. (1979), 215 NLRB 676 [88 LRRM 1207].

14 In order to further effectuate the purposes of the Act and to
15 insure to the employees the enjoyment of the rights guaranteed
16 to them in §1152 of the Act, I shall also recommend that
17 Respondent publish and make known to its employees that it has
18 violated the Act, and that it has been ordered not to engage
19 in future violations of the Act. See M. Caratan, Inc. (October
20 26, 1978) 4 ALRB No. 83; 6 ALRB No. 14 (March 12, 1980) review
21 den. by Ct. App., 5th Dist., May 27, 1980.

22 Upon the basis of the entire record, the findings of fact
23 and conclusions of law, and pursuant to Section 1160.3 of the
24 Act, I hereby issue the following recommended:

25 ORDER

26 Respondent, D'ARRIGO BROTHERS COMPANY, its officers, agents,

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12
24 As there was no evidence of bad faith bargaining after
25 negotiations had commenced in May, 1980, I decline at
26 this time to recommend an Order extending the
certification of the UFW as the exclusive representative
of Respondent's employees as requested in the amended
and consolidated complaint.

1 and representatives shall:

2 1. Cease and desist from:

3 (a) Discouraging membership of any of its employees in
4 the UFW, or any other labor organization, by unlawfully laying
5 off, changing the terms of seniority, or denying or withholding
6 wage increases or bonuses or in any other manner discriminating
7 against employees in regard to their hire or tenure of employment
8 or any term or condition of employment, except as authorized
9 in Section 1153(c) of the Act.

10 (b) Refusing to bargain collectively in good faith with
11 the UFW as the exclusive representative of its agricultural
12 employees as required by Labor Code Sections 1153(e) and 1152.2

13 (a), and in particular:

14 1. Making unilateral changes in any of its employees'
15 wages or terms or conditions of employment of its employees
16 without notice to and bargaining with the UFW.

17 (c) In any other like or related manner interfering with,
18 restraining, or coercing employees in the exercise of those
19 rights guaranteed them by Section 1152.

20 2. Take the following affirmative actions which are deemed
21 necessary to effectuate the policies of the Act:

22 (a) Offer to Lorenzo Espinoza immediate and full
23 reinstatement to his former shop mechanic or equivalent job,
24 without prejudice to his seniority or other rights and privileges
25 and make him whole for any losses he has suffered as a result
26 of Respondent's layoff in the manner described above in the

1 section entitled "The Remedy".

2 (b) Make whole irrigators Florencio Vasquez, Martin Jimenez
3 Diaz, Maximiliano Diaz, Antonio Pulido, Guillermo De La O,
4 Espirdion Gastelum, and Alfonso Baez for any losses they have
5 suffered as a result of Respondent's implementation of a new
6 irrigators' seniority system in the manner described above in
7 the section entitled "The Remedy".

8 (c) Make whole the irrigators, tractor drivers, shovelers,
9 and sprinkler workers of Respondent's Imperial Valley operations
10 for any losses they may have suffered as a result of Respondent's
11 failure to grant them wage increases and refusal to bargain in
12 the manner described above in the section entitled "The Remedy".

13 (d) Preserve and make available to the Board or its agents,
14 upon request, for examination and copying, all payroll records,
15 social security payment records, time cards, personnel records
16 and reports, and other records necessary to analyze the back pay
17 and benefits due to the employees referred to in subparagraphs
18 (a), (b), and (c) above.

19 (e) Upon request, meet and bargain collectively in good
20 faith with the UFW as the certified exclusive collective
21 bargaining representative of its agricultural employees with
22 respect to past unilateral changes regarding wage rates,
23 mechanic shop work assignments, and irrigator and shoveler
24 seniority in the manner described above in the section entitled
25 "The Remedy".

26 (f) Upon request, bargain collectively with the UFW as

1 the exclusive representative of its agricultural employees, and
2 if an understanding is reached, embody such understanding in a
3 signed agreement.

4 (g) Upon request by the UFW, rescind the changes in Lorenzo
5 Espinoza's working conditions, and the implementation of the new
6 irrigators' seniority list.

7
8 (h) Furnish to the UFW the information requested by it
9 relevant to the preparation for and conduct of collective
10 bargaining and all records necessary and relevant to assess the
11 alternatives available to Lorenzo Espinoza, the irrigators and
12 shovelers, and all other ranch employees affected by Respondent's
13 unlawful conduct.

14 (i) Sign the Notice to Employees attached hereto. Upon
15 its translation by a Board agent into appropriate languages,
16 Respondent shall thereafter reproduce sufficient copies in each
17 language for the purposes set forth hereinafter.

18 (j) Post at conspicuous places on its Imperial Valley
19 premises copies of the attached Notice for a 60-day period,
20 the times and places of posting to be determined by the Regional
21 Director. Respondent shall exercise due care to replace any Notice
22 which has been altered, defaced, covered or removed.

23 (k) Provide a copy of the attached Notice to each
24 employee hired by the Respondent in the Imperial Valley during
25 the 12-month period following the issuance of this decision.

26 (l) Mail copies of the attached Notice in all appropriate

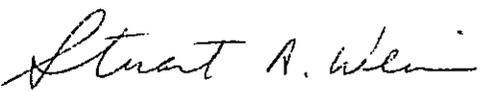
1 languages, within 30 days of the date of issuance of the Order,
2 to all employees employed by Respondent in the Imperial Valley
3 at any time during the period from September 1, 1979 to the present.

4 (m) Arrange for a representative of the Respondent or a
5 Board agent to distribute and read the attached Notice in
6 appropriate languages to the assembled employees of the Respondent
7 on company time. The reading or readings shall be at such times
8 and places as are specified by the Regional Director. Following
9 the reading, the Board agent shall be given the opportunity,
10 outside the presence of supervisors and management, to answer
11 any questions employees may have concerning the Notice or their
12 rights under the Act. The Regional Director shall determine a
13 reasonable rate of compensation to be paid by Respondent to all
14 non-hourly wage employees to compensate them for time lost at
15 this reading and the question-and-answer period.

16 (n) Notify the Regional Director in writing, within 30
17 days after the date of issuance of this Order, of the steps
18 which have been taken to comply with it. Upon request of the
19 Regional Director, Respondent shall notify him or her periodically
20 thereafter in writing of further actions taken to comply with
21 this Order.

22 It is further recommended that the remaining allegations
23 in the complaint as amended -- not otherwise litigated or
24 resolved by settlement -- be dismissed.

25 DATED: February 11, 1981.

26 
STUART A. WEIN
Administrative Law Officer

