## IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF INDIANA SOUTH BEND DIVISION

KATIA HILLS,

Plaintiff,

-against-

AT&T MOBILITY SERVICES LLC a/k/a AT&T MOBILITY LLC,

Defendant.

Civil No.: 3:17-cv-00556-JD-MGG

## DEFENDANT'S MOTION FOR LEAVE TO SUBMIT SUPPLEMENTAL AUTHORITY

Defendant AT&T Mobility LLC ("Defendant") respectfully submits that the Seventh Circuit Court of Appeals' August 16, 2022 decision in *Equal Employment Opportunity Commission v. Wal-Mart Stores East, L.P.*, No. 21-1690, 2022 WL 3365083 (7th Cir. Aug. 16, 2022) ("*Wal-Mart*") controls the resolution of issues raised in the Motion for Partial Summary Judgement (ECF 140) filed by plaintiff, Katia Hills ("Plaintiff"). Therefore, pursuant to Local Rule 56-1(d), Defendant seeks permission to file this supplemental authority.

In *Wal-Mart*,<sup>1</sup> the Seventh Circuit reviewed the U.S. Supreme Court's decision in *Young* v. *United Parcel Service, Inc.*, 575 U.S. 206 (2015), and its application of the *McDonnell Douglas* analysis to cases under the Pregnancy Discrimination Act ("PDA"), 42 U.S.C. §§ 2000e(k) & 2000e-2(a)(1). The case concerned Wal-Mart's Temporary Alternate Duty Policy ("TAD Policy"), which offered light duty work only to workers injured on the job. EEOC filed suit on behalf of a

<sup>&</sup>lt;sup>1</sup> A copy of the Seventh Circuit's decision is attached hereto as Exhibit A.



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class of pregnant workers claiming that, "excluding pregnant women from the TAD Policy caused Walmart to violate" the PDA. (*Wal-Mart*, at \*2.)

The parties cross-moved for summary judgment. Wal-Mart conceded that the EEOC established a prima facie case but argued that it articulated a legitimate nondiscriminatory reason for the TAD Policy and the EEOC failed to establish evidence of pretext.<sup>2</sup> The district court denied the EEOC's motion and granted Wal-Mart's motion. The Seventh Circuit affirmed. The Court of Appeals rejected two arguments Plaintiff has advanced in this case.

First, Plaintiff argued that "unless an employer can articulate [at the second step of the *McDonnell Douglas* analysis] a compelling reason for failing to equally accommodate pregnant workers, *the employer violates the PDA*." (ECF 141 at 11 (emphasis added).) Similarly, in *Wal-Mart*, The EEOC argued that "*Young* requires Walmart 'to do more than simply articulate the reason why [workers injured on the job were offered light duty]. The employer must also articulate *the reasons why it excluded pregnant employees* from the benefit." (*Wal-Mart*, at \*6.). The Seventh Circuit disagreed that there was a heightened burden for employers at the second step. (*Id.* at \*6.)<sup>3</sup> Wal-Mart had satisfied its burden at the second step:

by offering a legitimate reason for the TAD Policy's limits that was not discriminatory. ... [I]t had chosen for sound reasons to offer a benefit to a certain category of workers, those injured on the job, without intending to discriminate against anyone else with physical limitations, whether caused by off-the-job injuries, illness, pregnancy, or anything else, to whom its reasons did not apply.

(*Id.* (emphasis added).)

<sup>&</sup>lt;sup>3</sup> The Agency relied on two passages from *Young*, one of which the Seventh Circuit said merely "refers to the need to focus the disparate-treatment inquiry on evidence of intentional discrimination." (*Id.*) The second passage, which Plaintiff relies on in this case (see ECF 141 at 11), was "a fact-focused rhetorical question," according to the Seventh Circuit. (*Id.*)



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<sup>&</sup>lt;sup>2</sup> The asserted justification for the policy was that it reduced workplace accident costs and worker's compensation costs, among other things. (*Id.* at \*4–5.)

Second, Plaintiff argued that *Young* relieved her of the requirement to present evidence of comparators who were similar in the inability to come to work. (ECF 151 at 11–12.) Summary judgment in favor of *Wal-Mart* was affirmed, in part, because the EEOC failed to offer evidence of comparators "other than workers injured on the job." (*Wal-Mart*, at \*6.) The Court rejected as "circular" the EEOC's argument that it met its burden by showing that Wal-Mart "denied light duty to 100 percent of pregnant workers and granted light duty to 100 percent of occupationally injured workers." (*Id.* at \*7.) Otherwise, the Court observed, pregnant workers would be given the "most-favored-nation" status the Supreme Court in *Young* said was *not* required by the PDA. (*Id.*) This was precisely the argument Plaintiff advances in this case.

For the reasons set forth in AT&T's Memorandum in Opposition (ECF No. 150), the Court should deny Plaintiff's motion for partial summary judgment.

Dated: August 18, 2022 Respectfully submitted,

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## **CERTIFICATE OF SERVICE**

I hereby certify that on August 18, 2022, I caused the foregoing **DEFENDANT'S MOTION FOR LEAVE TO FILE SUPPLEMENTAL AUTHORITY** to be electronically filed with the Clerk of the Court using the CM/ECF system, which will automatically send e-mail notification of such filing to all attorneys of record.

Christine L. Cedar