KING & SPALDING Client Alert

abor & Employment and Appellate Practice Groups

July 15, 2013

Supreme Court Victory for Employers Facing Title VII Retaliation Claims

On June 24, 2013, the Supreme Court held in *University of Texas Southwestern Medical Center v. Nassar*, that the burden of proof for plaintiffs arguing retaliation in violation of Title VII is "but-for" causation, rather than the lessened "motivating factor" causation standard.¹

A former University of Texas Southwestern Medical Center employee, respondent Dr. Naiel Nassar, alleged that his immediate supervisor discriminated against him due to his religion and his race, and that the Medical School retaliated against him when he complained about the discrimination. Following a jury trial where Dr. Nassar succeeded on both his discrimination and retaliation claims, the Medical School hired King & Spalding to pursue post-trial district court proceedings and appeal the verdict to the U.S. Court of Appeals for the Fifth Circuit. The Fifth Circuit overturned the jury's verdict on Dr. Nassar's status-based discrimination, but affirmed the jury's verdict with respect to the retaliation claim, holding that under the motivating factor causation standard, there was sufficient evidence that retaliatory animus played a factor in Dr. Nassar's termination.

In January, King & Spalding successfully petitioned the Supreme Court for a writ of certiorari to review the Fifth Circuit's holding. King & Spalding argued that under the Court's recent ruling in *Gross v. FBL Financial Services, Inc.* holding that the similarly worded Age Discrimination in Employment Act requires proof that the prohibited criterion (*i.e.* age) was the but-for cause of the prohibited conduct a plaintiff must prove discriminatory animus was the but-for cause of an employer's retaliatory conduct, rather than merely a motivating factor.²

The Supreme Court agreed. In a decision authored by Justice Kennedy, the Court reaffirmed its holding in *Gross*, announcing that Title VII retaliation claims must be proven according to traditional principles of but-for causation and not the lessened causation standard used in Title VII discrimination claims. The Court vacated the judgment of the Fifth Circuit and remanded the case for further proceedings.

Implications

In its opinion, the Court pointed out that retaliation claims are being made with ever-increasing frequency and expressed concern that lessening the

For more information, contact:

Daryl L. Joseffer +1 202 626 2388 djoseffer@kslaw.com

Michael W. Johnston +1 404 572 3581 mjohnston@kslaw.com

Merritt E. McAlister +1 404 572 2752 mmcalister@kslaw.com

Myrna Salinas Baumann +1 512 457 2015 mbaumann@kslaw.com

King & Spalding *Atlanta* 1180 Peachtree Street, NE Atlanta, Georgia 30309-3521 Tel: +1 404 572 4600 Fax: +1 404 572 5100

King & Spalding

Client Alert

Labor & Employment and Appellate Practice Groups

causation standard could contribute to the filing of frivolous claims, which would siphon resources from efforts by employers, administrative agencies, and courts to combat employment discrimination and harassment. A but-for standard of causation means that employers will be better able to defeat such frivolous claims earlier in the life of a case, saving the employer time and resources, and acting as a deterrent to those who might pursue such claims.

Ultimately, the Court's decision in this case means that in the future, plaintiffs pursuing claims under other federal statutes, such as the Americans with Disabilities Act and the Family and Medical Leave Act, that prohibit discrimination or retaliation "because" of or "on the basis" of a protected status or protected conduct will also be subject to the more rigorous "but for" burden of proof unless the law in question includes a statutorily mandated lesser burden.

Finally, the Court declined to afford deference to the EEOC's compliance manual and other written guidance indicating that retaliation claims should be subject to the lessened causation standard, finding that the reasons given by the EEOC's materials for the EEOC's interpretation were inconsistent with the statute and circular. The weight of deference afforded agency interpretations depends upon the thoroughness evident in its consideration, the validity of its reasoning, and its consistency with earlier and later pronouncements. It is clear the courts will not afford an agency's interpretation deference where, as here, it fails to address the specific provisions of a statutory scheme or provide anything more than a general pronouncement of what the law should be.

Celebrating more than 125 years of service, King & Spalding is an international law firm that represents a broad array of clients, including half of the Fortune Global 100, with 800 lawyers in 17 offices in the United States, Europe, the Middle East and Asia. The firm has handled matters in over 160 countries on six continents and is consistently recognized for the results it obtains, uncompromising commitment to quality and dedication to understanding the business and culture of its clients. More information is available at www.kslaw.com.

This alert provides a general summary of recent legal developments. It is not intended to be and should not be relied upon as legal advice. In some jurisdictions, this may be considered "Attorney Advertising."

² Gross v. FBL Financial Services, Inc., 557 U.S. 168 (2009).

¹ University of Texas Southwestern Medical Center v. Nassar, 570 U.S. ____, Slip Op. 12-484 (Jun. 24, 2013).