IN THE UNITED STATES COURT OF FEDERAL CLAIMS

MARQUITA RODDY, et al.,)
Plaintiffs,))
V.)
THE UNITED STATES,)
Defendant.)

No. 21-1372 C (Judge Tapp)

DEFENDANT'S UNOPPOSED MOTION TO STAY

Pursuant to Rule 7 of the Rules of the Court of Federal Claims (RCFC), defendant, the United States, respectfully requests that the Court stay proceedings in this case pending a decision of the United States Court of Appeals for the Federal Circuit (Federal Circuit) in a case brought by Bureau of Prisons (BOP) employees seeking hazardous duty and environmental differential pay. *See Adams v. United States (Cody Adams)*, 152 Fed. Cl. 350 (2021), *appeal docketed*, No. 21-1662 (Fed. Cir. Feb. 17, 2021). If the Court grants this unopposed motion, the United States respectfully proposes that, within 30 days of the date the Federal Circuit's decision in *Cody Adams* becomes final and unappealable, the parties file a joint status report proposing further proceedings in this case.

The United States also respectfully requests that the Court suspend further proceedings in this case pending its resolution of this unopposed motion to stay. Our response to plaintiffs' complaint is currently due on July 19, 2021. If this motion is denied, the United States respectfully requests that its response to the complaint be due within 30 days of the date of the denial. This would be our first request for an enlargement for this purpose.

Plaintiffs do not oppose this motion.

BACKGROUND

Plaintiff, Marquita Roddy, is a Mail Processing Clerk at the Dayton, Ohio Processing and Distribution Center of the United States Postal Service (USPS).¹ *See* Compl., ECF No. 1 at 2. Ms. Roddy filed this suit seeking additional compensation for alleged workplace exposure to COVID-19 when processing or delivering mail as part of her daily job duties. *See id.* at 10-12. Given her alleged potential exposure to COVID-19, Ms. Roddy filed this putative class action alleging entitlement to two forms of additional compensation. Under Count I of the complaint, Ms. Roddy alleges entitlement to "hazardous duty pay," which provides a 25% pay differential for each day when an eligible employee is "assigned to and performs" "work with or in close proximity to" "virulent biologicals." *5* C.F.R. § 550.904(a); *id.* pt. 550, subpt. I, App'x A; Compl., ECF No. 1 at 17-19. Under Count II, Ms. Roddy alleges entitlement to "environmental differential pay," which provides 4% and 8% pay differentials for periods in which an eligible employee performed "work with or in close proximity to" "micro-organisms." *5* C.F.R. § 532.511; *id.* pt. 532, subpt. E, App'x A; Compl., ECF No. 1 at 20-22. Under Count III, Ms. Roddy seeks additional overtime pay under the FLSA because she alleges that her pay rates

¹ Although only Ms. Roddy is a named plaintiff and purports brings this suit in a representative capacity, four other individuals have filed "Consent to Pursue Wage Claim" forms, purportedly pursuant to 29 U.S.C. § 216(b). Compl., ECF No. 1 at 1 & n.1, 26; *Id.* Exs. A-E, ECF Nos. 1-2—1-7. Section 216 of the Fair Labor Standards Act (FLSA) permits an individual to join a collective action as a "party plaintiff" by providing his or her "consent in writing to become such a party and such consent is filed in the court in which such action is brought." 29 U.S.C. § 216(b). However, this is a Title 5 case in which the FLSA claim is entirely derivative of Ms. Roddy's hazardous duty and environmental differential pay claims; if plaintiff does not have a Title 5 claim, then she has no FLSA claim. Thus, this case is not an FLSA action and it is not subject to the FLSA's collective action procedures; instead, RCFC 15 and 20 apply. To add party plaintiffs, Ms. Roddy must comply with the requirements of Rule 20, "Permissive Joinder of Parties," and should file an amended complaint identifying those employees. *See* RCFC 20, Rules Committee Notes, 2002 rev. ("The joinder of additional plaintiffs should proceed by appropriate motion under RCFC 15.").

Case 1:21-cv-01372-DAT Document 6 Filed 07/16/21 Page 3 of 9

failed to account for owed-but-unpaid hazardous duty or environmental differential pay. Compl., ECF No. 1 at 23-24.

This is one of 23 suits brought by Federal employees seeking additional compensation pursuant to the hazardous duty or environmental differential pay programs, 5 U.S.C.

§§ 5343(c)(4), 5545(d), for alleged workplace exposure to COVID-19. Collectively, these suits currently include more than 3,200 plaintiffs seeking individual relief, with additional plaintiffs and suits anticipated. Four of those suits, including this one, seek relief on behalf of purported classes.²

To date, this Court has issued decisions on the United States' motion to dismiss or for a

more definite statement in two suits seeking hazardous duty and environmental differential pay.

See Adams v. United States (Charles Adams), 151 Fed. Cl. 522 (2020); Cody Adams, 152 Fed.

Cl. at 357. Although the complaints in those cases, and in this case, contain virtually the same

² In addition to this suit, the three suits filed by Federal employees on behalf of purported classes are: Braswell et al. v. United States, No. 20-359 (Fed. Cl.); Plaintiff No. 1 v. United States, No. 20-640 (Fed. Cl.); and Higgins v. United States, No. 20-1700 (Fed. Cl.). Except for Braswell, in which a motion to stay is pending, those cases have been stayed pending the Federal Circuit's decision in Cody Adams, Fed. Cir. No. 21-1662. The remaining suits were filed by current or former Bureau of Prisons (BOP) employees affiliated with specific institutions. Cody Adams et al. v. United States, No. 21-1662 (Fed. Cir.); Babcock et al. v. United States, No. 20-841 (Fed. Cl.); Charles Adams et al. v. United States, No. 20-909 (Fed. Cl.); Mayle et al. v. United States, No. 20-1818 (Fed. Cl.); Abraham et al. v. United States, 20-1859 (Fed. Cl.); Chance Adams et al. v. United States, No. 20-1952 (Fed. Cl.); Aguero et al. v. United States, No. 20-1966 (Fed. Cl.); Akano et al. v. United States, No. 21-807 (Fed. Cl.); Andreas et al. v. United States, No. 21-833 (Fed. Cl.); Ackley et al. v. United States, No. 21-874 (Fed. Cl.); Allen v. United States, 154-21-1074 (Fed. Cl); Bassett et al v. United States, No. 21-1089 (Fed. Cl.); Andam et al. v. United States, No. 21-1060 (Fed. Cl.); Aaron et al. v. United States, No. 21-1117 (Fed. Cl.); Allen et. al v. United States, No. 21-1074 (Fed. Cl.); Allison et al. v. United States, 21-1227 (Fed. Cl.); Abrom et al. v. United States, No 21-1230 (Fed. Cl.); Stewart et al. v. United States, No. 21-1293 (Fed. Cl.); Ahern v. United States, No. 21-1493 (Fed. Cl); and William Adams et al. v. United States, No. 21-1509 (Fed. Cl). To date, 15 of those cases have been stayed pending the Federal Circuit's decision in Cody Adams, Fed. Cir. No. 21-1662, and motions to stay will soon be filed in the remaining three trial court cases.

Case 1:21-cv-01372-DAT Document 6 Filed 07/16/21 Page 4 of 9

allegations and rely on the same legal theories, the Court reached conflicting results in *Charles Adams* and *Cody Adams*.

In *Charles Adams*, this Court denied our motion to dismiss, finding that the BOP plaintiffs' allegations that they performed work with or in close proximity to "objects, surfaces, and/or individuals infected with COVID-19" were sufficient to state claims for hazardous duty and environmental differential pay. *Charles Adams*, 151 Fed. Cl. at 526, 528-29. In reaching that conclusion, this Court found that the Federal Circuit's decision in *Adair v. United States*, 497 F.3d 1244 (Fed. Cir. 2007), was inapplicable to plaintiffs' claims and that construing the hazardous duty pay regulations in the manner advocated by the United States would produce "absurd results." *Id.* at 527.

In contrast, in *Cody Adams*, the Court granted our motion to dismiss a suit filed by BOP employees at the Federal Correctional Institution in Danbury, Connecticut. Although the allegations and legal theories in *Cody Adams* and *Charles Adams* are identical, the Court in *Cody Adams* determined that the Federal Circuit's decision in *Adair* foreclosed plaintiffs' environmental differential pay claims based on alleged workplace exposure to COVID-19. *See Cody Adams*, 152 Fed. Cl. at 357. The Court in *Cody Adams* also determined that the "Federal Circuit's interpretations of the relevant terms in 5 U.S.C. § 5545(d), 5 C.F.R. § 550.902, and OPM's schedule of pay differentials precludes this court from concluding that plaintiffs have stated a claim for hazardous duty pay." *Id.* at 355 n.7. Although the Court in *Cody Adams* acknowledged the different outcome in *Charles Adams*, it "respectfully disagree[d] with th[at] decision." *Id.* (citation omitted). The Court entered final judgment on February 5, 2021, and plaintiffs filed a notice of appeal on February 8, 2021, which was docketed in the Federal Circuit

4

Case 1:21-cv-01372-DAT Document 6 Filed 07/16/21 Page 5 of 9

on February 17, 2021. Appellants filed their opening brief on May 5, 2021; we filed our response on June 17, 2021; and appellants filed their reply brief on July 8, 2021.

ARGUMENT

To conserve judicial and party resources, the Court should stay this case pending the Federal Circuit's resolution of *Cody Adams*. The Federal Circuit's rulings in *Cody Adams* will provide binding guidance with respect to the construction of the regulations on which plaintiffs' claims rely, likely resolving or eliminating issues, or even this entire case.

I. This Case Should Be Stayed Pending The Federal Circuit's Resolution Of Cody Adams

A trial court possesses inherent power to stay one action pending the resolution of another which, "even if it should not dispose of all the questions involved, would certainly narrow the issues in the pending cas[e] and assist in the determination of the questions of law involved." *Landis v. N. Am. Co.*, 299 U.S. 248, 253-54 (1936). Although the Court may weigh a variety of factors when considering whether to grant a stay, the basis for a stay is especially strong when it would "simplif[y] the 'issues, proof, and questions of law, which could be expected to result from a stay." *Unionbancal Corp. & Subsidiaries v. United States*, 93 Fed. Cl. 166, 167 (2010) (quoting *CMAX, Inc. v. Hall*, 300 F.2d 265, 268 (9th Cir. 1962)).

In particular, when an appellate ruling on a legal issue is likely to have binding effect in another pending case, the reason for a stay is "at least a good one, if not an excellent one." *Miccosukee Tribe of Indians of Fla. v. S. Fla. Water Mgmt. Dist*, 559 F.3d 1191, 1196 (11th Cir. 2009). For instance, in *Unionbancal Corp.*, this Court stayed the case pending an appeal involving a related tax transaction. *Unionbancal Corp.*, 93 Fed. Cl. at 168. The Court reasoned that "it only makes sense to obtain the guidance from the Federal Circuit" before the parties and the Court expend additional resources in the plaintiff's case given that the "Federal Circuit's

Case 1:21-cv-01372-DAT Document 6 Filed 07/16/21 Page 6 of 9

decision will most likely help clarify and simplify" the legal issues, thus "conserv[ing] judicial resources." *Id.; see also Farmer v. United States*, 145 Fed. Cl. 475, 484 (2019) (when overlapping legal issues are already on appeal, moving forward with litigation is "not a judicious use of either the parties' or the court's resources").

Indeed, in complex litigation where multiple cases raise a common legal issue, this Court routinely stays cases pending an appeal to conserve judicial and party resources. *See, e.g., S. Cal. Fed. Sav. & Loan v. United States*, 52 Fed. Cl. 531, 537 (2002) (noting that the Court stayed several cases pending appellate resolution of three exemplar *Winstar* cases); *Farmer*, 145 Fed. Cl. at 483 (staying risk-corridors case brought under the Affordable Care Act pending resolution of a related appeal in the Supreme Court); *Blue Cross Blue Shield of N. Dakota v. United States*, No. 18-1983 (Fed. Cl. July 9, 2019), ECF No. 33 at 2 (staying cost-sharing reduction case brought under the Affordable Care Act pending resolution of related appeals in the Federal Circuit); *Commonwealth Edison Co. v. United States*, No. 98-621, slip op. at 1 (Fed. Cl. Oct. 31, 2000) (staying spent nuclear fuel case pending resolution of related appeals in the Federal Circuit). This approach also reduces the risk of trial court rulings that may need revisions in light of the Federal Circuit's eventual decision.

These judicial economy principles compel a stay of this case pending the Federal Circuit's resolution of *Cody Adams*. Because the complaints in *Cody Adams* and in this case contain very similar allegations and rely on the same legal theories, the Federal Circuit's resolution of *Cody Adams* will provide a binding ruling on a key legal issue in this case: whether the hazardous duty and environmental differential pay regulations authorizing additional compensation for "work with or in close proximity to" "micro-organisms" or "virulent

6

Case 1:21-cv-01372-DAT Document 6 Filed 07/16/21 Page 7 of 9

biologicals" apply to allegations about workplace exposure to COVID-19. Thus, Federal Circuit resolution of *Cody Adams* will clarify which, if any, claims may proceed in this case.

Absent a stay, the United States anticipates filing, and the parties would be required to brief, and the Court would be required to decide, a motion to dismiss. Whether the Court grants or denies that motion, neither outcome would support the Court's interest in the "just, speedy, and inexpensive determination" of this case. RCFC 1. For instance, if this Court were to grant a motion to dismiss plaintiffs' complaint and enter a judgment of dismissal, the Federal Circuit may be confronted with the same issues already on appeal in *Cody Adams*. Alternatively, if the Court were to deny a motion to dismiss, the parties would proceed to discovery, which would consume substantial judicial and party resources, particularly when Ms. Roddy purports to represent a putative class of all USPS employees from March 13, 2020 to the present. Compl., ECF No. 1 at 25. These resource needs would be obviated if the Federal Circuit were to affirm the judgment of dismissal in *Cody Adams*.³

Moreover, although the *Cody Adams* appeal will address the viability of hazardous duty and environmental differential pay claims such as Ms. Roddy's, any rulings in that appeal also would clarify or inform potential class certification issues if this case were to proceed. For instance, binding interpretations of the hazardous duty and environmental differential pay regulations will inform whether, for instance, "there are questions of law or fact common to the class." RCFC 23(a)(2). Thus, the Court and the parties would benefit from the Federal Circuit's

³ A stay pending appeal would not be "immoderate in extent" because it would terminate upon the disposition of *Cody Adams*. *See Landis*, 299 U.S. at 255-56. The Federal Circuit reported a median time of 10.2 months from docketing to disposition in appeals originating from the Court of Federal Claims, over a 10-year period. *See* U.S. Court of Appeals for the Federal Circuit, Median Time to Disposition in Cases Terminated After Hearing or Submission, *available at* <u>https://go.usa.gov/xsxfX</u> (last visited July 14, 2021).

Case 1:21-cv-01372-DAT Document 6 Filed 07/16/21 Page 8 of 9

rulings about the questions of law raised in *Cody Adams* before devoting resources to briefing whether putative class members share any such questions in common.

Finally, a stay would reduce the risk of rulings that would need to be revised in light of the Federal Circuit's decision. The Federal Circuit's decision has the potential to change the law or redefine the universe of facts that need to be developed in such a way that any intervening rulings by this Court would be nullified or would need to be made anew.

Accordingly, judicial economy compels that this case be stayed until the Federal Circuit resolves *Cody Adams*. If the Court grants the stay, the United States respectfully proposes that, within 30 days of the date the Federal Circuit's decision in *Cody Adams* becomes final and unappealable, the parties submit a joint status report proposing a schedule for further proceedings in this case.

II. Further Proceedings Should Be Suspended In This Case Pending The Court's Resolution Of This Motion To Stay

The judicial economy principles underpinning the proposed stay also demonstrate that this Court should suspend further proceedings in this case. Because the Court may elect to stay this case pending the Federal Circuit's resolution of *Cody Adams*, further proceedings in this case would unnecessarily consume judicial resources. Thus, we request that the Court suspend further proceedings in this case until its resolution of this motion to stay. If the Court denies this motion to stay, the United States respectfully requests that its response to the complaint be due within 30 days of the date of the denial.

<u>CONCLUSION</u>

For these reasons, the United States respectfully requests that the Court grant this unopposed motion to stay this case pending the Federal Circuit's resolution of *Cody Adams*, and suspend further proceedings pending its resolution of this motion.

8

Respectfully submitted,

BRIAN M. BOYNTON Acting Assistant Attorney General

MARTIN F. HOCKEY, JR. Acting Director

s/Allison Kidd-Miller ALLISON KIDD-MILLER Assistant Director

OF COUNSEL:

Carrie Brantley Senior Litigation Counsel National Employment Litigation Unit USPS Law Department 475 L'Enfant Plaza SW Washington, DC 20260

Mary Jane E. Galvin-Wagg Lead Postal Service Attorney 600 17th Street, Suite 1705-S Denver, CO 80238

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s/Eric E. Laufgraben ERIC E. LAUFGRABEN Senior Trial Counsel CATHARINE M. PARNELL LIRIDONA SINANI **Trial Attorneys Commercial Litigation Branch** Civil Division U.S. Department of Justice P.O. Box 480 Ben Franklin Station Washington, DC 20044 Telephone: (202) 353-7995 Facsimile: (202) 353-0461 Email: Eric.E.Laufgraben@usdoj.gov

Attorneys for Defendant