UNITED STATES DISTRICT COURT FOR THE DISTRICT OF NEW JERSEY

MICHAEL THULEN JR.,
MICHAEL PORTER,
TERENCE GAUDLIP,

Case No.:

COMPLAINT

Plaintiffs,

vs.

AMERICAN FEDERATION OF STATE, COUNTY AND MUNICIPAL EMPLOYEES, NEW JERSEY COUNCIL 63.

AMERICAN FEDERATION OF STATE, COUNTY AND MUNICIPAL EMPLOYEES, AFL-CIO,

AMERICAN FEDERATION OF STATE, COUNTY AND MUNICIPAL EMPLOYEES, AFL-CIO, LOCAL 3790,

TOWNSHIP OF LAKEWOOD,

PHIL MURPHY, in his official capacity as Governor of New Jersey,

GURBIR GREWAL, in his official capacity as Attorney General of New Jersey,

JOEL M. WEISBLATT, PAUL BOUDREAU, PAULA B. VOOS, JOHN BONANNI, AND DAVID JONES, in their official capacities as members of the New Jersey Public Employment Relations Commission.

Defendants

Plaintiffs, Michael Thulen Jr., Michael Porter, and Terence Gaudlip, (collectively, "Plaintiffs"), by and through undersigned counsel, by way of Complaint against Defendants

American Federation of State, County and Municipal Employees, New Jersey Council 63 ("AFSCME Council 63"), American Federation of State, County and Municipal Employees, AFL-CIO, American Federation of State, County and Municipal Employees, AFL-CIO, Local 3790, (collectively, the "Defendant Unions"), Township of Lakewood, Phil Murphy, in his capacity as Governor of New Jersey, Gurbir Grewal, in his official capacity as Attorney General for New Jersey, and Joel M. Weisblatt, Paul Boudreau, Paula B. Voos, John Bonanni, and David Jones, in their official capacities as members of the New Jersey Public Employment Relations Commission, allege as follows:

BACKGROUND AND NATURE OF THE ACTION

- Plaintiffs are public employees for the Township of Lakewood in Ocean County (the "Township").
- 2. The Defendant Unions operate under a unified-dues structure. The Township employer collects dues and fees, remits these to AFSCME New Jersey Council 63, who pays the international headquarters, AFSCME AFL-CIO, who in turn sends money back to the Local 3790. All this is done under the auspices of New Jersey's Employer-Employee Relations Act, N.J.S.A. §§ 34:13A-1 to 34:13A-43.
 - 3. In Janus v. AFSCME Council 31, 585 U.S. ___ (2018), the Supreme Court held:
 - States and public-sector unions may no longer extract agency fees from nonconsenting employees. Under Illinois law, if a public-sector collective-bargaining agreement includes an agency-fee provision and the union certifies to the employer the amount of the fee, that amount is automatically deducted from the nonmember's wages. §315/6(e). No form of employee consent is required. This procedure violates the First Amendment and cannot continue. Neither an agency fee nor any other payment to the union may be deducted from a nonmember's wages, nor may any other attempt be made to collect such a payment, unless the employee affirmatively consents to pay. By agreeing to pay, nonmembers are waiving their First Amendment rights, and such a waiver cannot be presumed.

Janus, slip opinion at 48.

4. On May 18, 2018, likely in anticipation of <u>Janus</u>, New Jersey passed the "Workplace Democracy Enhancement Act," which amended <u>N.J.S.A.</u> § 52:14-15.9e to state:

Whenever any person holding employment, whose compensation is paid by this State or by any county, municipality, board of education or authority in this State, or by any board, body, agency or commission thereof shall indicate in writing, . . . to the proper disbursing officer his desire to have any deductions made from his compensation, for the purpose of paying the employee's dues to a bona fide employee organization, designated by the employee in such request, and of which said employee is a member, such disbursing officer shall make such deduction from the compensation of such person and such disbursing officer shall transmit the sum so deducted to the employee organization designated by the employee in such request.

Employees who have authorized the payroll deduction of fees to employee organizations <u>may revoke such authorization</u> by providing written notice to their public employer <u>during the 10 days following each anniversary date</u> of their employment. Within five days of receipt of notice from an employee of revocation of authorization for the payroll deduction of fees, the public employer shall provide notice to the employee organization of an employee's revocation of such authorization. An employee's notice of revocation of authorization for the payroll deduction of employee organization fees shall be effective on the 30th day after the anniversary date of employment.

<u>Id.</u> (emphasis added).

5. The Workplace Democracy Enhancement Act unconstitutionally interferes with public employees' First Amendment right to resign from and end financial support to a union at any time.

JURISDICTION AND VENUE

- 6. The Court has subject matter jurisdiction under 28 U.S.C. § 1331, and 28 U.S.C. § 1343.
- 7. Venue is appropriate in this jurisdiction because a substantial part of the events or omissions giving rise to the claim occurred in this judicial district. 28 U.S.C. § 1391(b)(2).
 - 8. There are two possible appropriate Vicinages. Under Local Civil Rule 40.1(c)(2),

the first is Camden Vicinage since there is a potentially related case, <u>Smith v. New Jersey Education Association</u>, Case No. 1:18-cv-10381-RMB-AMD. <u>Smith</u> is a putative class action wherein the proposed class representatives are all schoolteachers and the union defendants are the New Jersey Education Association and three of its subunits. But, various state officials charged with the enforcement of the Workplace Democracy Enhancement Act are named as defendants, and the fourth proposed class is:

all public employees in New Jersey who have resigned or who might resign their union membership, or who have revoked or might revoke their consent to the payroll deduction of union fees, yet remain subject to payroll deductions even after they have resigned their membership or revoked their affirmative consent to payroll deductions.

Id. at Docket Entry 43, p. 3.

9. The second potential Vicinage is Trenton. Two of three plaintiffs reside in Ocean County, and all of the New Jersey defendants are in counties within the Vicinage. <u>See</u> Local Civil Rule 40.1.

PARTIES

- 10. Plaintiff Michael Thulen Jr. resides in Ocean County and is a building inspector for the Township of Lakewood. He is a member of AFSCME Local 3790.
- 11. Plaintiff Michael Porter resides in Middlesex County and is a building inspector for the Township of Lakewood. He is a member of AFSCME Local 3790.
- 12. Plaintiff Terence Gaudlip resides in Ocean County and is a building inspector for the Township of Lakewood. He is a member of the Executive Committee of AFSCME Local 3790.
- 13. Defendant American Federation of State, County and Municipal Employees is located in Washington, D.C.

- 14. Defendant American Federation of State, County and Municipal Employees, New Jersey Council 63 is located in Monmouth County.
- 15. Defendant American Federation of State, County and Municipal Employees New Jersey, Local 3790 is in the Township of Lakewood in Ocean County.
- 16. Defendant Township of Lakewood is a New Jersey municipality and employer for Plaintiffs, and is located in Ocean County.
- 17. Defendant Phil Murphy, acting in his official capacity as Governor of New Jersey, has his office in Trenton.
- 18. Defendant Gurbir Grewal, acting in his official capacity as Attorney General of New Jersey, has his office in Trenton.
- 19. Defendants Joel M. Weisblatt, Paul Boudreau, Paula Voos, John Bonanni, and David Jones, acting in their official capacities as members of the New Jersey Public Employment Relations Commission, have their main office in Trenton.

FACTS

- 20. The Plaintiffs are members of the Union Defendants.
- 21. Plaintiff Michael Thulen Jr. began his employment on September 10, 2012.
- 22. Plaintiff Michael Porter began his employment on September 14, 2015.
- 23. Plaintiff Terence Gaudlip began his employment on February 27, 2012.
- 24. Upon information and belief, prior to <u>Janus</u>, all three Plaintiffs signed a dues authorization card, but have not signed a waiver post-<u>Janus</u>.
- 25. Defendant AFSCME Local 3790 is currently subject to a recertification election. Ballots are being mailed on October 18, 2018, and will be accepted until November 21, 2018. If AFSCME Local 3790 loses that election, the Defendant Unions will no longer be the collective

bargaining agent for the bargaining unit which includes Plaintiffs.

CAUSES OF ACTION

COUNT I - Plaintiffs Have a Constitutional Right to Resign at Any Time

- 26. Plaintiffs incorporate paragraph 1 through 25 as though fully set forth herein.
- 27. Plaintiffs are suing the Defendant Unions and Defendant state officials under 42 U.S.C. § 1983, Civil action for deprivation of rights, and under 28 U.S.C. § 2201, the Declaratory Judgment Act. More specifically, Plaintiffs seek a declaration that, under <u>Janus</u> and/or any other relevant case law, they are entitled to the right to resign from the Defendant Unions at any time and cease any accrual of financial support to the Defendant Unions immediately upon resigning.

COUNT II -Plaintiffs Do Not Forgo Their Constitutional Rights Unless They Waive These

- 28. Plaintiffs incorporate paragraphs 1 through 27 as though fully set forth herein.
- 29. Plaintiffs are suing the Defendant unions and the Governor under 42 U.SC. § 1983, Civil action for deprivation of rights, and under 28 U.S.C. § 2201, the Declaratory Judgment Act. More specifically, Plaintiffs seek a declaration that, pursuant to <u>Janus</u>, union dues or agency fees cannot be collected without a clear and knowing waiver from an employee wherein they acknowledge that they are giving up First Amendment rights, and do so freely. This waiver must post-date <u>Janus</u>.
- 30. Further, to the extent that it has not been clearly established by case law, Plaintiffs cannot have waived their constitutional rights to resign from a union at any time and thereby cease accrual of financial support to Defendant Unions immediately upon their resignation.

DEMAND FOR RELIEF

WHEREFORE, Plaintiffs hereby request that this court:

a. Enjoin the Defendant Unions from collecting any dues or fees from Plaintiffs if

they have not consented to such collection through a clear and informed waiver of their First Amendment rights under Janus;

b. Declare that there is a constitutional right of employees to resign from a union at

any time;

c. Declare that the WDEA provision, N.J.S.A. § 52:14-15.9e(1), restricting the

revocation of any waiver that fulfills the requirements of <u>Janus</u>, is void and unenforceable

and that the right to resign and thereby immediately cease accrual of any financial support

to the Defendant Unions can be exercised at any time;

d. Enjoin the Defendant state officials from enforcing N.J.S.A. § 52:14-15.9e(1);

e. Award Plaintiffs their attorney fees pursuant to 42 U.S.C. § 1988, along with costs;

and

f. Grant all other relief that the Court deems just, proper, and equitable.

Patrick J. Wright, Esq.*
Mackinac Center Legal Foundation
140 W. Main Street
Midland, MI 48642
(989) 631-0900
wright@mackinac.org

* pro hac vice application pending

By: /s/ Matthew C. Moench
Matthew C. Moench, Esq.
Moench Law, LLC
1303 Roger Avenue
Bridgewater, NJ 08807
(908) 208-1910
moenchlawllc@gmail.com

Counsel for Plaintiffs, Michael Thulen, Jr., Michael Porter, and Terence Gaudlip