# 10th Circuit Favors PERA in Discrimination Dispute

Summary judgment upheld regarding gender, racial and nationality discrimination claims

BY TONY FLESOR LAW WEEK COLORADO

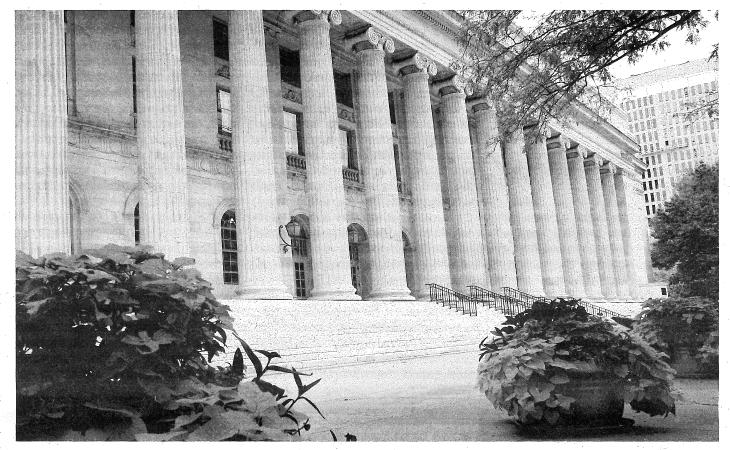
A discrimination and retaliation lawsuit brought against PERA reached a likely final resolution in the 10th Circuit Court of Appeals, which found PERA was not involved in wrongdoing in the case.

The opinion came with a 51-page breakdown of six claims that the district court decided on summary judgment as well as others that had not been fully argued before the lower court. The lengthy opinion wrapped up a case that originated in 2012 and included a long list of claims against the public pension fund and a lightning round of oral arguments that dealt with the many issues of the case. The opinion affirmed the district court's summary judgment that had dismissed six claims as well as one more - an Equal Pay Act retaliation claim - that the district court declined to present to the trial jury.

"It was something that PERA always felt strongly about," said Meghan Martinez, a partner at Martinez Law Group who represented PERA in the case. "They knew they would be vindicated eventually. It was a long road, but they knew that what they had done was lawful."

Elham Salemi, a former employee of Colorado's Public Employee's Retirement Association, had sued the organization after coming back from FMLA leave. Salemi had been hired at PERA as an intern and became an analyst before finding she was unable to progress further to a portfolio manager job.

In addition to feeling that she had been passed over for promotions, she said she was paid less than a male colleague that had the same job, despite her performing at or above his level. After filing an EEOC complaint against PERA alleging discrimination, the organization conducted an internal investigation, which resulted in no finding of misconduct. She returned to work and was eventually



The 10th Circuit Court of Appeals upheld summary judgment in a case in which a former PERA employee accused the organization of discriminating against her based on her gender, race and national origin. / LAW WEEK FILE

fired after receiving negative performance reviews.

Throughout her time with PERA, she had received positive performance evaluations, but, as cited by the court, she consistently received feedback that she failed to assert herself in meetings, was generally quiet and was a poor communicator. The job of portfolio manager that she sought required strong communication skills.

Salemi, who was born in Iran, claimed that she had received unfair treatment because of her gender, race and national origin. Specifically, she had raised claims under Title VII, the First Amendment, FMLA and the EPA. The district court, however, found she had been paid \$500 less per year than a male colleague — a difference in salary of one half of 1 percent, according to the circuit court — because he had joined PERA through a merger with the Denver Public Schools Retirement System, and the organization was required to pay him at least the same amount he had made prior to the merger.

The federal district judge dismissed all but one claim of Salemi's claims on summary judgment. The remaining claim, an Equal Pay Act claim, was denied by a jury because it found Salemi failed to provide evidence of adverse action from PERA as well as evidence that her firing was influenced by her FMLA leave.

In trial for the EPA claim — which itself is an uncommon trial issue, Martinez said — a jury agreed with PERA that she hadn't been performing at the level she claimed and wasn't qualified for the job she said she was passed over for.

Salemi appealed the summary judgment decision, and the 10th Circuit agreed with the district court's finding that there was a lack of evidence for her claims and found the court did not abuse its discretion in rejecting the EPA retaliation claim not presented to the jury.

In its opinion, the court addressed each of the issues as well as several that did not meet the preservation requirement because the district court hadn't had an opportunity to rule on them.

The court found that Salemi hadn't been wrongly passed over for the portfolio manager position, because, as the opinion quoted from an earlier case heard by the court, "[w]e

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'[PERA] knew they would be vindicated eventually. It was a long road, but they knew that what they had done was lawful."

Meghan Martinez, attorney for PERA

## **LEGAL LOWDOWN**CONTINUED FROM PAGE 3...

court judgeship created by the resignation of Judge Valerie Haynes, effective Aug. 17. Nominees Roberto Silva, Alex Steiner, and Margaret Vellar, all of Pueblo, were selected in a meeting

For all of the above positions, un-

der the Colorado Constitution, the governor has 15 days from Aug. 30 to appoint nominees as judges.

The 8th Judicial District Nominating Commission nominated three candidates for a district court judgeship created by the retirement of Judge Devin Odell, effective Oct. 6. Nominees Laurie Kazue Dean, Kent Spangler and Juan Villasenor, all of Fort

Collins, were selected by the commission on Aug. 28. The governor has 15 days from Aug. 29 to appoint a judge.

The 19th Judicial District Nominating Commission has nominated three candidates for a district court judgeship created by the retirement of Judge Elizabeth Strobel, effective Jan. 8. Nominees Arnold Hanuman of Berthoud, Ryan Kamada of Windsor,

and Meghan Saleebey of Aurora were selected by the commission during a meeting at the Weld County Courthouse on Aug. 24. The governor has 15 days from Aug. 27, to appoint one of the nominees to the judgeship.

Comments regarding any of the nominees may be sent via e-mail to the governor at gov\_judicialappointments@state.co.us. •

# **CORPORATE COUNSEL**CONTINUED FROM PAGE 4...

how things fit into the overall strategies of Summit.

## **DIVERSITY ADVOCATE**

Aug. 29.

In addition to her legal work at Summit, Benedict is hard at work on diversity initiatives both locally and nationally.

"I'm the only woman and only minority on the senior team [at Summit]," Benedict said. "Having diversity at the senior level of companies — it should be the norm and it's not. ... It's something that's important to me when people are able to be among others with different backgrounds. I don't mean only gender and ethnicity, but experiences."

Her experience at Summit just highlights the importance of diversity and inclusion in the business world and the legal profession.

"In the legal profession, specifi-

cally, it's something very important to me. It's important that folks have access and opportunities and aren't only able to have access and opportunities because of anybody's preconceived notions."

She's involved in the Colorado General Counsel Group's efforts to improve diversity in the legal profession as well as serving as chair of the N-Gen Advisory Board for the Minority Corporate Counsel Association to work on issues across the country.

The N-Gen board is composed of GCs of large companies across the country who are dedicated to promoting diversity in the legal profession.

"In the current climate, we've learned about how important it is to continue to keep focused and keep the conversation going," Benedict said. "The recent environment highlights how important it is to be focused; this is just another avenue for doing so." •

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#### PERA

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have long respected employers' wide latitude in setting job standards and requirements and in deciding whether applicants meet those standards."

On the pay discrimination claims, the court also found that Salemi failed to present evidence that indicated the \$500 difference in pay between her and a male colleague was based on something other than PERA's explanation.

Martinez described the opinion as a scalpel approach to each of the individual claims and noted that she felt the judges addressed each claim as well as others that had been raised following summary judgment that had not been preserved from the lower court case.

Martinez said the court is generally very attuned to issues of preservation, but that still required a great

amount of attention to detail to defend. "You need, as a defendant, to be focused and comprehensive and thorough," she said. "You need to really hold your opponents' feet to the fire. The court would most likely catch these things ... but you have to make sure you're raising that and diligently checking the record and doing what you need to highlight these issues."

That had been a challenge in oral arguments as well, in which she addressed each of the six issues involved in the summary judgment in the argument time limit, which she described as trying to teach a law school course on the discrimination issues.

The deadline for plaintiffs to file a petition for en banc review by the 10th Circuit Court of Appeals passed on Friday; as of this article's publication, there was no petition filed. •

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