UNITED STATES DISTRICT COURT FOR THE DISTRICT OF COLUMBIA

UNITED STATES OF AMERICA,

Plaintiff,

v.

THE AMERICAN INSTITUTE OF ARCHITECTS,

Defendant.

Civil No. 992-72

Filed: May 17, 1972

FOR INJUNCTIVE RELIEF

COMPLAINT

The United States of America, plaintiff, by its attorneys, acting under the direction of the Attorney General of the United States, brings this civil action to obtain equitable relief against the above-named defendant and complains and alleges as follows:

I -

JURISDICTION AND VENUE

- 1. This complaint is filed under Section 4 of the Act of Congress of July 2, 1890 (15 U.S.C. § 4), as amended, commonly known as the Sherman Act, in order to prevent and restrain the continuing violation by the defendant, as hereinafter alleged, of Section 1 of said Act (15 U.S.C. § 1).
- 2. The defendant, The American Institute of Architects, maintains offices, transacts business, and is found within the District of Columbia.

II

DEFENDANT

3. The American Institute of Architects (hereinafter referred to as the "AIA") is made the defendant herein. The AIA is a non-profit membership corporation organized and existing under the laws of the State of New

York with its principal place of business located in Washington, D. C. The AIA's membership consists of licensed architects.

III

TRADE AND COMMERCE

- 4. The AIA has approximately 24,000 members located throughout the United States. These licensed architects provide architectural services for Owners located throughout the United States and in foreign countries. Members of the AIA may, and often do, perform architectural services in several states, and members regularly perform services in states other than the state in which they maintain their principal place of business.
 - 5. There is a regular, continuous and substantial flow in interstate commerce of the services of the members of the AIA, and of the materials used in the construction of projects designed by them. The activities of the AIA and its members, as described herein, are within the flow of interstate commerce and have an effect upon that commerce.
 - 6. Persons seeking architectural services may and often do invite one or more architects to submit proposals for performing architectural services. These invitations describe the architectural services required and request that architects submit a statement of qualifications for the project and a statement of the fee that will be charged for performing the requested services.

IV

OFFENSE ALLEGED

7. For many years past, and continuing up to and including the date of the filing of this complaint, the

defendant and its members have been engaged in a combination in unreasonable restraint of the aforesaid interstate trade and commerce in violation of Section 1 of the Sherman Act. Said offense is continuing and will continue unless the relief hereinafter prayed for is granted.

- 8. The unlawful combination has consisted of a continuing agreement, understanding and concert of action among the defendant and its members, the substantial terms of which have been and are:
 - (a) That defendant adopt, publish and distribute Standards of Ethical Practice containing a provision prohibiting members of the AIA from submitting competitive bids for architectural services;
 - (b) That the members of the AIA abide by said provision of the Standards of Ethical Practice;
 - (c) That defendant and its members police said provision of the Standards of Ethical Practice.
- 9. For the purpose of effectuating the aforesaid combination, the defendant and its members have done those things which, as hereinbefore alleged, they agreed to do.

V

EFFECTS

- 10. The aforesaid combination has had the following effects, among others:
 - (a) Price competition among the members of the AIA in the sale of their services has been suppressed and eliminated;

(b) Customers requiring the services offered by members of the AIA have been deprived of the benefits of free and open competition in the sale of such services.

PRAYER

WHEREFORE, plaintiff prays:

- 1. That the aforesaid combination in unreasonable restraint of interstate trade and commerce be adjudged and decreed to be in violation of Section 1 of the Sherman Act.
- 2. That defendant and each of its officers, directors, agents, employees, and successors and assigns, and all persons acting under, through or for defendant, be perpetually enjoined from continuing, maintaining or renewing the aforesaid combination, and from entering into, maintaining or participating in any contract, agreement, understanding, plan, program or other arrangement having the purpose or effect of continuing, maintaining or renewing such combination.
- 3. That the defendant be required to cancel those provisions of its Standards of Ethical Practice, and every other rule, bylaw, resolution or statement of policy, which has as its purpose or effect the suppression or elimination of price competition among defendant's members.
- 4. That the defendant be directed to cause the publication of the text of any final judgment entered in this case and to furnish a copy of such final judgment to:
 - (a) Each of its members, and to each individual, organization, firm or corporation which hereafter becomes a member;

- (b) Each Chapter of the AIA in each of the states in the United States and in the District of Columbia.
- 5. That the plaintiff have such other and further relief as the nature of the case may require and the Court may deem just and proper.
- 6. That the plaintiff recover the costs of this suit.

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