Complaint

78 F.T.C.

TAT THEIR MARRIED OF

H. MYERSON SONS, ET AL.

ORDER, ETC., IN RECADD TO TITE

WOOL PRODUCTS LABELING ACTS

	464	Complaint		
	particular accionate ha	tunnamentad in anomar	eee and in the 1m-	
· Ł				
,				
<i>G</i> -				
1 <u>F</u>				
<u>, v , e</u>	ec -			
*				
υ				
<u> </u>				
	cold_effered for colo adve	ntional delivered trans	martad_and caused	
<u></u>				

Complaint 78 F.T.C.

Initial Decision Among such misbranded wool products, but not limited thereto, weight of the wool products evolution of amountation not

78 F.T.C.

The complaint issued February 25, 1970, charges H. Myerson 5.

with misbranding textiles:

464

Initial Decision

- (1) By representing the fibers as all silk or all rayon when other fibers were represented (C. 3);²
- (2) By failing to disclose the true percentage of fibers present by weight and by failing to use the true generic name of the fibers present (C. 4);
- (3) Using trademarks without using the generic name in lettering

sent and additional exhibits were offered also by consent.

Respondents, in their trial brief filed May 4, 1970, reiterated the claim that a corporation had succeeded to the business of the part-

necessary since an order against respondents', individually, would

78 F.T.C.

cumstances to determine the fabric content (Tr. 315, et seq.), the action was deemed appropriate.

In one instance the investigator stated that the assistant buyer

of these references in no way indicate that the evidence as a whole has not been considered. Consideration has also been given to the demeanor of the witnesses in weighing their credibility. Accordingly, the hearing examiner makes the following Findings of Fact, Conclusions, and Order. All proposed findings of fact and conclusions

78 F.T.C.

7. Respondents have conducted, as aforesaid, what is primarily a surplus fine-fabric retail and wholesale business. On the buying end, the primary their contract and the primary their contract.

Myerson, Mr. Myerson told him that the business was a partnership conducted by his brother and himself and was established some 45 years previously (Tr. 94). Mr. Taggart drew the following deficiencies to Mr. Myersons' attention: the use of foreign words on some of the bolts of fabric; the use of fabric trademarks in lieu of generic names; and in some instances the bolts didn't have labels (Tr 95) When questioned about how be could label fabric with the

label missing, Mr. Myerson told Mr. Taggart that he had done the best he could. It was difficult because of the nature of his operation, and because he got fabric from so many different sources (Tr. 95)

The one engite interior My. Murran told Mr. To mount that he had

labeled a fabric 100 percent wool because he always bought 100 percent wool from that particular supplier (Tr. 95, 98).

10. In July 1968, Mr. Taggart again visited respondents' place of business by direction of the Washington office (Tr. 100). On this

78 F.T.C.

15. One of Mr. Suggs' reports (CX 12) dated July 3, 1968 (re-

ceived, Tr. 197), recited that he contacted Mr. Jerald V. Thomas.

he purchased one yard of fabric from each of four rolls identified by Mr. Thomas from order forms and invoices as having been purchased from Window Fabrica

16. A statement by counsel supporting the complaint was made as to the impracticality of producing Mr. Thomas (Tr. 156). This was

apported he someof for more done with out inquisit and in more

fied by Mr. Bledsoe who testified that it was Mr. Suggs' duty to

78 F.T.C.

and because Mr. Myerson could not state whether or not the swatches of cloth were his (Tr. 235), the records of Mr. Suggs were accepted (Tr. 247). From the analysis above we find that two of the four Ancoin samples were mislabeled, one labeled as "all silk" (CX 24,

33). Each of these samples was sold and shipped in interstate commerce (CX 26).

Field Investigation at Kansas City, Missouri

25. Paul G. Orloff, an investigator for the Bureau of Textiles and Furs of the FTC, conducted an inspection at Leiter's Fabrics

at the store for a month so she asked the assistant haver to identify

the fabric from Windsor Fabrics that Mr. Misch requested (Tr.

78 F.T.C.

true since respondents in their answer relied on the incorporation as a defense and since complaint counsel deferred action until the date of the commencement of trial to endeavor to change the parties. To change the parties then would, it seemed to the hearing examiner, raise problems of fairness that are wholly unnecessary. We pass now to respondents' contentions.

leme that customars complained to respondents that they were mis-

led; and respondents could not have built up a business such as theirs except through a reputation for fair dealing. Nonetheless, respondents sold fabric in their establishment and shipped in interstate commerce fabrics purchased from them that bore marks and labels contrary to the applicable laws and regulations. These laws

464

fibers If a representation is made respondents must be responsible

must be. We turn now to the merits.

78 F.T.C.

	4,000-1		 		
-			 		
(12 × ,			 		
7					
All and the second seco	<u> </u>	-	 		
(P					
1					
					
-					
· c					
<u>~</u>					
1 \			 		
(4====================================					
<u> </u>					
. u	- D				
					
_					
	1.532		 		
(,) En			 		
A Par	18 <u>fee -</u>				
	19 <u>12</u>				
	19 <u>12</u>	T.			
		ì			
		Y.			
<u> </u>		ï			
<u> </u>		*			
		*			
		7.			
		* -	ı		
		~	S.		
		~	i d	1	
		*	i d	1	
-1.			- G	1	
-1.			h		
-1.			h		
-1.			h		
-1.			h		
			h		
			h	`	
			h		
			h		
			h		
			h		
			h		
			- T		

	464 tax	nal Auda-	
	· · · · · · · · · · · · · · · · · · ·		_
·			
- American			
· · · · · · · · · · · · · · · · · · ·			
T.			
$\chi_{\ell} \mathcal{H}$.			
	ı		
,			
- ,			
	ing, advertising, or otherwis	se identifying any textile fiber prod-	
-			_
	The to the power on and		
(1)-			
			
	therein.		
	2. Failing to affix a stamp	p, tag, label or other means of identi-	
	fartion to sook and made	not observe in a loss lavible and	