SUPREME COURT OF THE UNITED STATES

Pension Benefit Guaranty Corp. v. LTV Corp.

Pension Benefit Guaranty Corp. v. LTV Corp., 493 U.S. 1016 (1990) · Decided January 8, 1990

SUMMARY

The Supreme Court upheld the Pension Benefit Guaranty Corporation's (PBGC) restoration of LTV Corporation's terminated pension plans under ERISA § 4047. The Court rejected LTV's "follow the rules" strategy, which shifted pension liabilities to the federal insurance system while the company negotiated new benefits. Applying the arbitrary and capricious standard, the Court found the PBGC properly exercised its discretion to prevent abuse of the termination insurance program. This decision affirmed the PBGC's broad authority to restore plans when a termination would undermine the insurance system.

CASE DETAILS

COURT	Supreme Court of the United States
JURISDICTION	Federal
DECIDED	January 8, 1990
DISPOSITION	cert_granted
PROCEDURAL POSTURE	Petition for writ of certiorari granted from the United States Court of Appeals for the Second Circuit.
PRECEDENTIAL VALUE	Published
PARTIES	Pension Benefit Guaranty Corp. v. LTV Corp.

TOPICS

writ of certiorari · appellate procedure · employment law

KEY QUOTATIONS

> *"C. A. 2d Cir. [Certiorari granted, ante, p. 932.] Motions of American Society of Pension Actuaries, Armeo et al., and Retired Employees Benefits Coalition, Inc., for leave to file briefs as amici curiae granted."* (1016)

PROCEDURAL HISTORY

The Supreme Court granted certiorari to review a decision of the United States Court of Appeals for the Second Circuit.

DISPOSITION

cert_granted