ANSWER AND AFFIRMATIVE DEFENSES - 1 00567-4500 5464462.DOCX NO. UW-170924

PREG O'DONNELL & GILLETT PLLC

22

23

24

25

II. <u>JURISDICTION</u>

2.1 Respondent admits the Washington Utilities and Transportation Commission (the "Commission") is the proper venue to adjudicate portions of this Complaint.

III. FACTS

- 3.1 Respondent lacks sufficient information to form a belief as to the truth or falsity of the allegations contained in paragraph 3.1 of the Complaint and therefore denies the same.
 - 3.2 Respondent denies the allegations contained in paragraph 3.2 of the Complaint.
- 3.3 Respondent lacks sufficient information to form a belief as to the truth or falsity of the allegations contained in paragraph 3.3 of the Complaint and therefore denies the same.
- 3.4 Respondent lacks sufficient information to form a belief as to the truth or falsity of the allegations contained in paragraph 3.4 of the Complaint and therefore denies the same.
- 3.5 Respondent lacks sufficient information to form a belief as to the truth or falsity of the allegations contained in paragraph 3.5 of the Complaint and therefore denies the same.
 - 3.6 Respondent denies the allegations contained in paragraph 3.6 of the Complaint.
 - 3.7 Admit.
- 3.8 Respondent admits Complainant called the Commission and Commission staff employee Rachel Stark opened an informal complaint. The document attached to the Complaint as Exhibit 1 speaks for itself and requires no answer. Respondent denies all other allegations contained in paragraph 3.8 of the Complaint.
- 3.9 Respondent lacks sufficient information to form a belief as to the truth or falsity of the allegations contained in paragraph 3.9 of the Complaint.
- 3.10 Respondent lacks sufficient information to form a belief as to the truth or falsity of the allegations contained in paragraph 3.10 of the Complaint and therefore denies the same.

ANSWER AND AFFIRMATIVE DEFENSES - 2 00567-4500 5464462.DOCX NO. UW-170924

PREG O'DONNELL & GILLETT PLLC

- 3.11 Respondent lacks sufficient information to form a belief as to the truth or falsity of the allegations contained in paragraph 3.11 of the Complaint and therefore denies the same.
- 3.12 Respondent admits that Mr. James and Mr. Blackman tested water on or about November 18, 2016. Respondent denies all other allegations contained in paragraph 3.12 of the Complaint.
- 3.13 Respondent admits that one source well tested above the Secondary Maximum Contaminant Level ("SMCL") for manganese before the treatment system. This source well was relegated to only operate on an emergency basis until the water treatment process was approved and implemented. Respondent denies all other allegations contained in paragraph 3.13 of the Complaint.
- 3.14 Respondent lacks sufficient information to form a belief as to the truth or falsity of the allegations contained in paragraph 3.14 of the Complaint and therefore denies the same.
- 3.15 The document attached to the Complaint as Exhibit 2 speaks for itself and requires no answer. Respondent lacks sufficient information to form a belief as to the truth or falsity of all other allegations contained in paragraph 3.15 of the Complaint and therefore denies the same.
- 3.16 The document attached to the Complaint as Exhibit 3 speaks for itself and requires no answer. Respondent admits it was informed by Commission staff that Ms. Hand's informal complaint was closed with a disposition of "Company Upheld". Respondent lacks sufficient information to form a belief as to the truth or falsity of any remaining allegations contained in paragraph 3.16 of the Complaint and therefore denies the same.
 - 3.17 Respondent denies the allegations contained in paragraph 3.17 of the Complaint.
- 3.18 Respondent admits Complainant filed suit against Respondent in Pierce County Superior Court on or about February 17, 2017, but denies all other allegations contained in paragraph 3.18 of the Complaint.

	3.19	Respondent admits that it moved for summary dismissal based on the doctrine of
prima	ry jurisd	iction or failure to exhaust administrative remedies, as well as based on the merits
of Cor	mplainar	nt/Plaintiff's claims.

3.20 Respondent admits its motion for summary judgment was granted, dismissing the Hands' complaint without prejudice, without addressing the merits of Ms. Hand's complaint. Respondent further admits in opposition to RVWC's motion, the Hands' requested continuance for the purpose of determining whether the Commission had jurisdiction to hear some or all of the Hands' claims against RVWC. Respondent admits that the Commission converted the Hands' informal complaint into a formal complaint. Respondent denies all other allegations contained in paragraph 3.20 of the Complaint, including the Court's basis for granting RVWC's motion.

IV. CLAIMS

- A. Heading "A" of the Complaint is a legal conclusion that requires no answer; nonetheless, Respondent denies the allegations contained in Heading "A" of the Complaint.
- 4.1 WAC 246-290-310 speaks for itself and requires no answer. To the extent paragraph 4.1 requires an answer, Respondent denies the same.
 - 4.2 Respondent denies the allegations contained in paragraph 4.2 of the Complaint.
- 4.3 RCW 80.28.030 speaks for itself and requires no answer. To the extent paragraph 4.3 requires an answer, Respondent denies the same.
- B. Heading "B" of the Complaint is a legal conclusion that requires no answer; nonetheless, Respondent denies the allegations contained in Heading "B" of the Complaint.
 - 4.4 Respondent denies the allegations contained in paragraph 4.4 of the Complaint.
 - 4.5 Respondent denies the allegations contained in paragraph 4.5 of the Complaint.
 - 4.6 Respondent denies the allegations contained in paragraph 4.6 of the Complaint.
 - 4.7 Respondent denies the allegations contained in paragraph 4.7 of the Complaint.

21

22

23

24

25

- 4.8 Respondent denies the allegations contained in paragraph 4.8 of the Complaint.
- C. Heading "C" of the Complaint is a legal conclusion that requires no answer; nonetheless, Respondent denies the allegations contained in Heading "C" of the Complaint.
 - 4.9 Respondent denies the allegations contained in paragraph 4.9 of the Complaint.
- 4.10 Respondent admits that RVWC's attorney represented to the Commission that the volume of brown water complaints escalated around summertime and denies all other allegations contained in paragraph 4.10 of the Complaint.
- 4.11 Respondent admits that Commissioner Rendahl and Mr. Blackman made the statements quoted in paragraph 4.11 of the Complaint and denies any other allegations contained in paragraph 4.11 of the Complaint.
- 4.12 Respondent admits that Mr. Blackman testified that he knew of roughly 400 service calls for the entire company, not just the Springwood Estates subdivision, and for all water service concerns, not limited to elevated manganese between June 2015 and June 2016. Respondent further admits that Mr. Blackman testified that he knew of roughly 180 complaints between June 2016 and June 2017 for the entire company, not just the Springwood Estates subdivision, and for all water quality concerns, not limited to elevated manganese. Respondent denies all other allegations contained in paragraph 4.12 of the Complaint.
- 4.13 Rainier View's 2016 Annual Water Quality Report speaks for itself and requires no answer.
- 4.14 Rainier View's 2016 Annual Water Quality Report speaks for itself and requires no answer. To the extent paragraph 4.14 requires an answer, Respondent denies the same.
- 4.15 Rainier View's 2016 Annual Water Quality Report speaks for itself and requires no answer. To the extent paragraph 4.15 requires an answer, Respondent denies the same.
 - 4.16 Rainier View's 2016 Annual Water Quality Report speaks for itself and requires no

24

25

answer. To the extent paragraph 4.16 requires an answer, Respondent denies the same.

- 4.17 Rainier View's 2016 Annual Water Quality Report speaks for itself and requires no answer. To the extent paragraph 4.17 requires an answer, Respondent denies the same.
 - 4.18 Respondent denies the allegations contained in paragraph 4.18 of the Complaint.
 - 4.19 Respondent denies the allegations contained in paragraph 4.19 of the Complaint.
 - 4.20 Respondent denies the allegations contained in paragraph 4.20 of the Complaint.
- D. Heading "D" is a legal conclusion that requires no answer; nonetheless, Respondent denies the allegations contained in Heading "D" of the Complaint.
- 4.21 WAC 246-290-320 speaks for itself and requires no answer. To the extent paragraph 4.21 requires an answer, Respondent denies the allegations contained in paragraph 4.21 of the Complaint.
 - 4.22 Respondent denies the allegations contained in paragraph 4.22 of the Complaint.
- E. Heading "E" is a legal conclusion that requires no answer; nonetheless, Respondent denies the allegations contained in Heading "E" of the Complaint.
- 4.23 WAC 246-293-300 speaks for itself and requires no answer. To the extent paragraph 4.23 requires an answer, Respondent denies the allegations contained in paragraph 4.23 of the Complaint.
 - 4.24 Respondent denies the allegations contained in paragraph 4.24 of the Complaint.
- F. Heading "F" is a legal conclusion that requires no answer; nonetheless, Respondent denies the allegations contained in Heading "F" of the Complaint.
- 4.25 The UTC's statements speak for themselves and require no answer. To the extent paragraph 4.25 requires an answer, Respondent denies the allegations contained in paragraph 4.25 of the Complaint.
 - 4.26 The UTC's statements speak for themselves and require no answer. To the extent

paragraph 4.26 requires an answer, Respondent denies the allegations contained in paragraph 4.26 of the Complaint.

- 4.27 Respondent denies the allegations contained in paragraph 4.27 of the Complaint.
- G. Heading "G" is a legal conclusion that requires no answer; nonetheless, Respondent denies the allegations contained in Heading "G" of the Complaint.
- 4.28 WAC 480-110-385 speaks for itself and requires no answer. To the extent paragraph 4.28 requires an answer, Respondent denies the allegations contained in paragraph 4.28 of the Complaint.
 - 4.29 Respondent denies the allegations contained in paragraph 4.29 of the Complaint.
- H. Heading "H" is a legal conclusion that requires no answer; nonetheless, Respondent denies the allegations contained in Heading "H" of the Complaint.
- 4.30 WAC 246-290-320 speaks for itself and requires no answer. To the extent paragraph 4.30 requires an answer, Respondent denies the allegations contained in paragraph 4.30 of the Complaint.
- 4.31 WAC 246-290-320 speaks for itself and requires no answer. To the extent paragraph 4.31 requires an answer, Respondent denies the allegations contained in paragraph 4.31 of the Complaint.
 - 4.32 Respondent denies the allegations contained in paragraph 4.32 of the Complaint.
- 4.33 The DOH 2009 Water System Design Manual speaks for itself and requires no answer. To the extent paragraph 4.33 requires an answer, Respondent denies the allegations contained in paragraph 4.33 of the Complaint.
 - 4.34 Respondent denies the allegations contained in paragraph 4.34 of the Complaint.
- 4.35 Respondent admits it followed the proper Commission procedures to fund water system improvements and a payroll increase, including an open hearing before the Commission.

ANSWER AND AFFIRMATIVE DEFENSES - 7 00567-4500 5464462.DOCX NO. UW-170924

PREG O'DONNELL & GILLETT PLLC

22

23

24

25

Respondent denies all other allegations contained in paragraph 4.35 of the Complaint.

- 4.36 The UTC's statements speak for themselves and require no answer.
- 4.37 Respondent denies the allegations contained in paragraph 4.37 of the Complaint.

V. RELIEF REQUESTED

- 5.0 Respondent denies that Complainant is entitled to entry of any of the Findings of Fact or Conclusions of Law contained in paragraph 5.0 of the Complaint.
- 5.1 Respondent denies that Complainant is entitled to any award of monetary damages, including the categories and amounts enumerated in paragraph 5.1 of the Complaint.
- 5.2 RCW 80.28.030 speaks for itself and requires no answer. To the extent paragraph 5.2 requires an answer, Respondent denies the allegations contained in paragraph 5.2 of the Complaint.
- 5.3 RCW 80.28.040 speaks for itself and requires no answer. To the extent paragraph 5.3 requires an answer, Respondent denies the allegations contained in paragraph 5.3 of the Complaint.
- 5.4 Paragraph 5.4 contains no allegations requiring an answer. To the extent paragraph 5.4 requires an answer, Respondent denies the allegations contained in paragraph 5.4 of the Complaint.
- 5.5 Respondent denies that Complainant is entitled to the relief requested in paragraph 5.5 of the Complaint.
- 5.6 Respondent denies that Complainant is entitled to the relief requested in paragraph 5.6 of the Complaint.
- 5.7 Respondent denies that Complainant is entitled to the relief requested in paragraph 5.7 of the Complaint.
 - 5.8 Respondent denies that Complainant is entitled to the relief requested in

ANSWER AND AFFIRMATIVE DEFENSES - 8 00567-4500 5464462.DOCX NO. UW-170924

PREG O'DONNELL & GILLETT PLIC

24

25

paragraph 5.8 of the Complaint.

- 5.9 Respondent denies that Complainant is entitled to the relief requested in paragraph 5.9 of the Complaint.
- 5.10 Respondent denies that Complainant is entitled to the relief requested in paragraph 5.10 of the Complaint.

VI. <u>AFFIRMATIVE DEFENSES</u>

- 1. Any unsafe condition causing Complainant damages was open and obvious.
- 2. Complainant failed to avoid or protect herself from avoidable consequences.
- 3. Complainant failed to mitigate, or reasonably attempt to mitigate damages, if any, as a matter of law.
- 4. Any damages sustained by Complainant was the result, in whole or in part, of Complainant's own fault, conduct, and/or third parties over which Respondent had no control and for which Respondent is not liable.
 - 5. Complainant has suffered no damages.
 - 6. Some or all of Complainants claims and/or requested relief are moot.
- 7. Some or all Complainant's requested relief is contrary to Washington law and therefore barred.
- 8. Some or all of Complainant's requested relief is barred by RVWC's tariff, which operates with the force and effect of law.
 - 9. Respondent had no notice of Complainant's claims.
 - Respondent had a good faith basis for its lawful actions.
- 11. Respondent complied with all applicable statutes, regulations, and Commission rules.
 - 12. Some or all of Complainant's claims are barred by the doctrines of waiver,

ANSWER AND AFFIRMATIVE DEFENSES - 9 00567-4500 5464462.DOCX NO. UW-170924

PREG O'DONNELL & GILLETT PLLC

24

25

estoppel, bad faith, and unclean hands.

13. Some or all of Complainant's claims are frivolous and advanced without reasonable cause.

VII. RELIEF REQUESTED

Respondent requests the following relief be granted:

- 7.1 That judgment be entered in favor of Respondent.
- 7.2 That Complainant be awarded nothing.
- 7.3 That the following findings of fact and conclusions of law be entered:
- 7.3.1 Exceedances of Secondary MCLs described in WAC 246-290-310 do not give rise to strict liability.
- 7.3.2 Water is not "impure" as a matter of law as a result of Secondary MCL exceedances.
- 7.3.3 Water exceeding the Secondary MCL for Manganese is not unsafe as a matter of law.
- 7.3.4 Water exceeding the Secondary MCL for Manganese is not unfit for human consumption as a matter of law.
- 7.3.5 Water exceeding the Secondary MCL for Manganese is not unfit for normal household use.
- 7.3.6 Water containing manganese levels six times the Secondary MCL is safe and fit for human consumption and for normal household use.
- 7.3.7 Water containing manganese exceeding the Secondary MCL does not permanently diminish property values.
- 7.3.8 Respondent did not proximately cause any reduction in Complainant's property values, if any such reduction exists.

ANSWER AND AFFIRMATIVE DEFENSES - 10 00567-4500 5464462.DOCX NO. UW-170924

PREG O'DONNELL & GILLETT PLLC

ANSWER AND AFFIRMATIVE DEFENSES - 11 00567-4500 5464462.DOCX NO. UW-170924

PREG O'DONNELL & GILLETT PLLC

7.3.24 Respondent complied with all Commission orders related to water testing.		
7.3.25 Respondent complied with all statutory requirements for notifying		
customers of UTC hearings.		
7.3.26 Respondent complied with all statutory requirements prescribing what		
information must be given to customers regarding complaint procedures.		
7.3.27 Respondent complied with all complaint-handling statutes, rules, and		
regulations.		
7.3.28 The requirements of the DOH Water System Design Manual cited in		
paragraph 4.33 of the Complaint are not applicable to this matter.		
7.3.29 Respondent has already taken reasonable and satisfactory steps to comply		
with DOH requirements as to water quality.		
7.3.29 The filtration system Respondent implemented is effective in reducing		
manganese levels substantially below Washington's Secondary MCLs.		
7.3.30 Additional remedial action by Respondent is unnecessary.		
7.3.31 Further remedial treatment of the water is unnecessary.		
7.3.32 Any further remedial treatment of the water would impose costs		
disproportionate to the benefits.		
DATED this 20day of January, 2018.		
PREG O'DONNELL & GILLETT PLLC		

Eric P. Gillett, WSBA #23691

Daniel W. Rankin, WSBA #49673

Attorneys for Respondent, Rainier View Water Company, Inc.