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Date:	Friday, August 29, 2014
Total # of Pages:	29
To:	David Schuck
Fax Number:	503-575-2763
From:	Judi Smith, Paralegal to Jillian Pollock
Fax Number:	503-620-4878
Telephone Number:	503-620-8900
Regarding:	Maza et al. v. Waterford et al.
	Case No. 14CV03147

See the attached Defendants' Waterford Operations, LLC and Coos Bay Rehabilitation's LLC Answer, Affirmative Defenses, and Counterclaim to Plaintiffs' Class Action Amended Complaint

This message may cover one or more Federal tax issues within the meaning of Circular 230 (a copy of which is available upon request). In our opinion, the tax matters discussed heroin are not "significant," Under Circular 230, a Federal tax issue is significant if (i) the Internal Revenue Service has a reasonable basis for a successful challenge of the issue and (ii) its resolution could have a significant impact, whether beneficial or adverse and under any reasonably foreseeable circumstance, on the overall Federal tax treatment of the issue discussed heroin. We are not representing in this writing about your chances of prevailing on any tax issue discussed heroin. We are not representing in this writing about your chances of prevailing on any tax issue discussed herein. Therefore, this email is nor intended to be a "covered opinion" within the definition of Circular 230. In addition, this writing is not "other written advice" within the meaning of Circular 230. Moreover, we are not advising whether you may avoid accuracy-related penalties under the Internal Revenue Code if you not in reliance on this email. You may not use this writing to market, promote or recommend any arrangement discussed herein. If you want a formal covered opinion, or other written advice, on Federal tax issues, please contact our office for more information.

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5	IN THE CIRCUIT COURT FO	OR THE STATE OF OREGON
6	FOR THE COUN	TY OF JACKSON
7	RENEE MAZA, JODJ REAL, and STEVE	
8	PRICE , individuals,	Case No. 14CV03147
9	Plaintiffs,	DEFENDANTS WATERFORD
10	vs.	OPERATIONS, LLC AND COOS BAY REHABILITATION, LLC'S ANSWER,
11	WATERFORD OPERATIONS LLC, and COOS BAY REHABILITATION, LLC, a	AFFIRMATIVE DEFENSES, AND COUNTERCLAIM TO PLAINTIFFS'
12	domestic limited liability company,	CLASS ACTION AMENDED
13	Defendants.	COMPLAINT
14		
15	Defendants Waterford Operations, LLC	, and Coos Bay Rehabilitation, LLC (which are
16	separate legal entities under Oregon law but y	which may, solely for convenience, hereinafter
17	sometimes collectively be referred to as "Defer	idants") respond to the allegations made against
18	them in the Class Action Amended Complaint	filed by Plaintiffs Renee Maza, Jodi Real, and
19	Steve Price (hereinafter sometimes collectively	"Plaintiffs") as follows:
20	1	L
21	In response to the allegations of paragra	ph 1, Defendants admit that Plaintiffs purport to
22	bring this action under Oregon state wage ar	d hour laws. Defendants deny any remaining
23	allegations of paragraph 1.	
24	1111	
25	1111	
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l	2.
2	In response to the allegations of paragraph 2, Defendants admit that Plaintiffs were
3	formerly employed by Defendant Waterford Operations, LLC, which is located in Jackson
4	County, Oregon. Defendants deny any remaining allegations of paragraph 2.
5	3.
6	Defendants admit the allegations of paragraph 3.
7	4.
8	In response to the allegations of paragraph 4, Defendant Waterford Operations admits
9	that it has used the business names "Avamere at Waterford" and "Avamere at Three
10	Fountains." Defendants deny any remaining allegations of paragraph 4.
11	5.
12	Defendants admit the allegations of paragraph 5.
13	6.
14	In response to the allegations of paragraph 6, Defendant Coos Bay Rehabilitation, LLC,
15	admits that it has used the business name "Avamere Rehabilitation of Coos Bay." Defendants
16	deny any remaining allegations of paragraph 6.
17	7.
18	In response to the allegations of paragraph 7, Defendant Waterford Operations, LLC,
19	admits that it does business in Jackson County in the State of Oregon. Defendant Coos Bay
20	Rehabilitation, LLC, admits that it does business in Coos County in the State of Oregon.
21	Defendants deny any remaining allegations of paragraph 7.
22	8.
23	Paragraph 8 is a legally conclusory statement for which no answer is required.
24	9.
25	Paragraph 9 includes a legally conclusory statement for which no answer is required.
26	As further answer, Defendant Waterford Operations, LLC, admits that it was formed as a
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domestic limited liability company under the laws of the State of Oregon. Defendant Coos Bay 1 2 Rehabilitation, LLC admits that it was formed as a domestic limited liability company under the laws of the State of Oregon. 3 10. 4 Defendants deny the allegations of paragraph 10. 5 11. 6 7 Defendants deny the allegations of paragraph 11. 8 12. 9 Defendants deny the allegations of paragraph 12. 1013. Paragraph 13 is a legally conclusory statement for which no answer is required. 11 12 14. Paragraph 14 is a legally conclusory statement for which no answer is required. To the 13 extent an answer is deemed required, Defendants deny any violation of any applicable wage 14 15 and hour law. 16 15. 17 Defendants deny the allegations of paragraph 15. 18 16. 19 Defendants deny the allegations of paragraph 16. 20 17. 21 In response to the allegations of paragraph 17, Defendants admit that Defendants 22 maintain computers in their respective facilities for use by employees, including computers that 23 permit access to the Point Click Care software system. Defendants deny any remaining 24 allegations of paragraph 17. 25 1111 26 1111 Page -3 - ANSWER, AFFIRMATIVE DEFENSES, AND COUNTERCLAIMS 24143/Doc.542735 Buckley Law P.C. 5300 Meadows Road, Suite 200 Lake Oswego, Oregon 97035 Telephone (503) 620-8900 ~ Facsimile (503) 620-4878

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1	18.
2	Defendants deny the allegations of paragraph 18.
3	19.
4	Paragraph 19 is a legally conclusory statement for which no answer is required. To the
5	extent an answer is deemed required, Defendants dony any violation of any applicable wage
6	and hour law.
7	20.
8	Defendants dony the allegations of paragraph 20.
9	21.
10	In response to the allegations of paragraph 21, Defendants admit that some employees
11	have been paid wages through a payroll debit card ("Pay Card").
12	22.
13	Defendants deny the allegations of paragraph 22.
14	23.
15	Defendants deny the allegations of paragraph 23.
16	24.
17	In response to the allegations of paragraph 24, Defendant Waterford Operations, LLC
18	and Defendant Coos Bay Rehabilitation, LLC, each deny that they charged fees for an
19	employee's use of a Pay Card. Plaintiffs have not specifically identified any alleged "fees for
20	usage" incurred for use of the Pay Card. Defendants are without knowledge or information
21	sufficient to form a belief as to what fees for usage are the subject of Plaintiffs' Complaint and
22	therefore deny the allegations of paragraph 24.
23	25.
24	Paragraph 25 is a legally conclusory statement for which no answer is required. To the
25	extent an answer is required, Defendants dony the allegations of paragraph 25.
26	1111
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26.

Defendants deny the allegations of paragraph 26.

27.

Defendants deny the allegations of paragraph 27.

28.

Paragraph 28 is a legally conclusory statement for which no answer is required.

29.

In response to the allegations of paragraph 29, Defendant Waterford Operations, LLC, admits knowledge of the termination of Plaintiffs' employment with Defendant Waterford Operations, LLC. With respect to the remaining allegations of paragraph 29, Defendants are without knowledge or information sufficient to form a belief as to the truth of those allegations and therefore deny the same.

13

30.

Paragraph 30 is a legally conclusory statement for which no answer is required. To the extent an answer is deemed required, Defendants admit that Defendants relied upon their respective hourly employees to accurately and fully record all hours worked and that Defendants relied upon these records to pay wages due to their respective employees in accordance with applicable law. Except as so admitted, Defendants deny the allegations of paragraph 30.

20

31.

In response to the allegations of paragraph 31, Defendants admit that Defendants
 offered Pay Cards as one method to pay wages to their respective employees. Except as so
 admitted, Defendants deny the allegations of paragraph 31.

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1	I. <u>PARTIES</u>
2	32.
3	Paragraph 32 includes a legally conclusory statement for which no answer is required by
4	Defendants. As further answer, Defendants admit that Plaintiffs were formerly employed by
5	Defendant Waterford Operations, LLC. Except as specifically admitted herein, Defendants
6	deny the allegations of paragraph 32.
7	33.
8	Defendants deny the allegations of paragraph 33.
9	34.
10	In response to the allegations of paragraph 34, Defendants admit that they each have
11	used a Kronos time-kceping system at their respective facilities. All remaining allegations of
12	paragraph 34 are denied.
13	35.
14	In response to the allegations of paragraph 35, Defendants admit that each Defendant
15	separately processes its own payroll for its respective employees. Each Defendant uses the
16	services of the same payroll company to facilitate the payment of wages to their respective
17	employees. All remaining allegations of paragraph 35 are denied.
18	36.
19	Defendants deny the allegations of paragraph 36.
20	II. <u>CLASS ACTION ALLEGATIONS</u>
21	37.
22	Defendants admit that Plaintiffs purport to seek class certification pursuant to ORCP 32.
23	Defendants deny that Plaintiffs are similarly situated to each other, deny that Plaintiffs are
24	similarly situated to any other individuals, and deny any allegation or implication that class
25	certification is appropriate. Except as specifically admitted herein, Defendants deny each and
26	every allegation contained in paragraph 37.
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1	(Unpaid Wages Class)
2	38.
3	Defendants admit that Plaintiffs purport to bring an action on behalf of a proposed class
4	as defined by paragraph 38 of Plaintiff's' Complaint. Defendants deny that class treatment of
5	Plaintiffs' claims is appropriate. Except as specifically admitted herein, Defendants deny each
6	and every allegation contained in paragraph 38.
7	(Lunch Class)
8	39.
9	Defendants admit that Plaintiff purports to bring an action on behalf of a proposed class
10	as defined by paragraph 39 of Plaintiffs' Complaint. Defendants dony that class treatment of
11	Plaintiffs' claims is appropriate. Except as specifically admitted herein, Defendants deny each
12	and every allegation contained in paragraph 39.
13	(Pay Card Class)
14	40.
15	Defendants admit that Plaintiffs purport to bring an action on behalf of a proposed class
16	as defined by paragraph 40 of Plaintiffs' Complaint. Defendants deny that class treatment of
1 7	Plaintiffs' claims is appropriate. Except as specifically admitted herein, Defendants deny each
18	and every allegation contained in paragraph 40.
19	(Late Payment Class)
20	41.
21	Defendants admit that Plaintiffs purport to bring an action on behalf of a proposed class
22	as defined by paragraph 41 of Plaintiffs' Complaint. Defendants deny that class treatment of
23	Plaintiffs' claims is appropriate. Except as specifically admitted herein, Defendants deny each
24	and every and every allegation contained in paragraph 41.
25	1111
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1	42.
2	The first two sentences of paragraph 42 are legally conclusory statements for which an
3	answer is not required. With respect to the third sentence of paragraph 42, Defendants are
4	without knowledge or information sufficient to form a belief as to the truth of the allegations
5	therein and therefore deny the same.
6	43.
7	Paragraph 43 is a legally conclusory statement for which an answer is not required.
8	Further, ORCP 32, which is referenced in paragraph 43, is a written statute that speaks for
9	itself. To the extent Plaintiffs' paragraph 43 asserts any factual allegations, Defendants deny.
10	Numerosity of the Class (ORCP 32 A(1))
11	44.
12	With respect to the last sentence of paragraph 44, Defendants are without knowledge or
13	information sufficient to form a belief as to the truth of the allegations therein and therefore
14	deny the same. All remaining allegations of paragraph 44 are denied.
15	Commonality (ORCP 32 A(2))
16	45.
17	Defendants deny the allegations of paragraph 45 and each discrete subpart thereto.
18	<u>Typicality (ORCP 32 $\Lambda(3)$)</u>
19	46.
20	Defendants deny the allegations of paragraph 46 and each discrete subpart thereto.
21	Adequacy of Plaintiffs' Representation (ORCP 32 A(4))
22	47.
23	Defendants deny the allegations of paragraph 47 and each discrete subpart thereto.
24	////
25	////
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1	Notice (ORCP 32 A(5))
2	48.
3	In response to paragraph 48 and each discrete subpart thereto, Defendants admit that
4	Plaintiffs sent letters to Defendants dated February 8, 2013 and March 1, 2013. Defendants
5	deny that these letters satisfied ORCP 32 A(5) or the requirements of any other applicable
6	statute. Except as so admitted, Defendants dony the remaining allegations of paragraph 48.
7	ORCP 32 B
8	49.
9	Defendants deny the allegations of paragraph 49.
10	50.
11	Defendants deny the allegations of paragraph 50.
12	51.
13	Defendants deny the allegations of paragraph 51.
14	Superiority ORCP 32 B(3)
15	52.
16	Defendants deny the allegations of paragraph 52.
17	53.
18	Defendants deny the allegations of paragraph 53.
19	54.
20	Defendants deny the allegations of paragraph 54.
21	55.
22	Defendants deny the allegations of paragraph 55.
23	56.
24	Defendants deny the allegations of paragraph 56.
25	////
26	////
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1	III. <u>COMMON ALLEGATIONS</u>
2	57.
3	The allegations of paragraph 57 are legal conclusions that do not a response from
4	Defendants. To the extent a response is required, Defendants dony. Any factual allegations in
5	
6	paragraph 57 are denied. 58.
7	
8	Defendants deny the allegations of paragraph 58.
• 9	59.
10	Paragraph 59 contains legal conclusions that do not require a response from Defendants.
10	To the extent a response is required, Defendants deny. Defendants deny all factual allegations
	contained in paragraph 59.
12	60.
13	In response to the allegations of paragraph 60, Defendants are without knowledge or
14	information sufficient to form a belief as to the allegations of what Plaintif's may or may not
15	have viewed, and therefore deny the same. All remaining allegations of paragraph 60 are
16	denied.
17	61.
18	Defendants deny the allegations of paragraph 61.
19	62.
20	Defendants deny the allegations of paragraph 62.
21	63.
22	Defendants deny the allegations of paragraph 63.
23	64.
24	Defendants deny the allegations of paragraph 64.
25	////
26	////
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1	65.
2	Paragraph 65 includes legal conclusions that do not require a response from Defendants.
3	Defendants deny any remaining allegations of paragraph 65.
4	66.
5	In response to the allegations of paragraph 66, Defendant Waterford Operations, LLC,
6	admits that Plaintiffs were employed by Defendant Waterford Operations, LLC, as "at will"
7	employees and that none of the Plaintiffs was hired to work for any specific time period. Any
8	remaining allegations of paragraph 66 are denied.
9	67.
10	Defendant Waterford Operations, LLC, admits the allegations of paragraph 67. The
11	allegations of paragraph 67 are not directed to Defendant Coos Bay Rehabilitation, LLC, and
12	therefore no answer is required of Defendant Coos Bay Rehabilitation, LLC.
13	68.
14	Defendant Waterford Operations, LLC, denies the allegations of paragraph 68. The
15	allegations of paragraph 68 are not directed to Defendant Coos Bay Rchabilitation, LLC, and
16	therefore no answer is required of Defendant Coos Bay Rehabilitation, LLC.
17	69.
18	Defendant Waterford Operations, LLC admits the allegations of paragraph 69. The
19	allegations of paragraph 69 are not directed to Defendant Coos Bay Rehabilitation, LLC, and
20	therefore no answer is required of Defendant Coos Bay Rehabilitation, LLC.
21	70.
22	Defendant Waterford Operations, LLC, denies the allegations of paragraph 70. The
23	allegations of paragraph 70 are not directed to Defendant Coos Bay Rehabilitation, LUC, and
24	therefore no answer is required of Defendant Coos Bay Rehabilitation, LLC.
25	1111
26	1111
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71.

In response to the allegations of paragraph 71, Defendant Waterford Operations, LLC,
admits that it paid Plaintiff Jodi Real at the hourly rate of \$13.50 during part of the time that
she was employed by Defendant Waterford Operations, LLC. Defendant Waterford Operations,
LLC, denies any remaining allegations of paragraph 71. The allegations of paragraph 71 are not
directed to Defendant Coos Bay Rehabilitation, LLC, and therefore no answer is required of
Defendant Coos Bay Rehabilitation, LLC.

72.

9 Defendant Waterford Operations, LLC, admits the allegations of paragraph 72. The
10 allegations of paragraph 72 are not directed to Defendant Coos Bay Rehabilitation, LLC, and
11 therefore no answer is required of Defendant Coos Bay Rehabilitation, LLC.

73.

In response to the allegations of paragraph 73, Defendant Waterford Operations, LLC, admits that Plaintiff Steve Price was employed by Defendant Waterford Operations, LLC, as a RN/RCM. Defendants deny any remaining allegations of paragraph 73.

74.

In response to the allegations of paragraph 74, Defendant Waterford Operations, LLC,
admits that Defendant Waterford Operations, LLC, paid Plaintiff Steve Price at the hourly rate
of \$28.55 during part of the time that he was employed by Defendant Waterford Operations,
LLC. Defendants deny the remaining allegations of paragraph 74.

75.

In response to the allegations of paragraph 75, Defendant Waterford Operations, LLC
admits that Plaintiff Steve Price voluntarily quit his employment with Defendant Waterford
Operations, LLC, on or before January 23, 2013. Any remaining allegations are denied.

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1	76.	ł
2	In response to the allegations of paragraph 76, Defendants admit that Defendants	
3	received correspondence from Plaintiffs dated February 8, 2013, and March 1, 2013. Except as	
4	so admitted, Defendants dony the remaining allegations of paragraph 76.	
5	77.	
6	In response to the allegations of paragraph 77, Defendants deny that any wages are due	
7	to Plaintiffs or to any putative class member.	
. 8	78.	
9	Defendants dony the allegations of paragraph 78.	
10	FIRST CLAIM FOR RELIEF	
11	(Unpaid Wages Claim)	
12	79.	
13	In response to paragraph 79, Defendants re-allege and incorporate by this reference	
14	paragraphs 1 through 78, above, as though fully set forth herein.	
15	. 80.	
16	In response to the allegations of paragraph 80, Defendants admit that Plaintiff's were	
17	formerly employed by Defendant Waterford Operations, LLC. This lawsuit has not been	
18	certified as a class action. With respect to putative class members, Defendants are without	
19	information or knowledge sufficient to form a belief as to the truth of the allegations made as to	
20	them and therefore deny the same. Any remaining allegations of paragraph 80 are denied.	
21	81.	
22	In response to the allegations of paragraph 81, Defendant Waterford Operations, LLC	
23	admits that Plaintiffs were responsible for and expected to record all time worked by them	
24	using an electronic time keeping system and/or by completing written records of all time	
25	worked. This lawsuit has not been certified as a class action. With respect to putative class	
26	members, Defendants are without information or knowledge sufficient to form a belief as to the	
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1	truth of the allegations made as to them and therefore deny the same. Any remaining
2	allegations of paragraph 81 are denied.
3	82.
4	In response to the allegations of paragraph 82, Defendants admit that Defendants have
5	used Kronos time-keeping software as a means to record work time.
6	83.
7	Defendants deny the allegations of paragraph 83.
8	84.
9	Defendants deny the allegations of paragraph 84.
10	85.
11	Defendants deny the allegations of paragraph 85.
12	86.
13	Defendants deny the allegations of paragraph 86.
14	87.
15	Defendants deny the allegations of paragraph 87.
16	88.
17	Defendants deny the allegations of paragraph 88.
18	89.
19	In response to the allegations of paragraph 89, Defendants admit that each Defendant
20	has used the Point Click Care software system in their respective facilities.
21	90.
22	Defendants deny the allegations of paragraph 90.
23	91.
24	In response to the allegations of paragraph 91, Defendants admit that the Point Click
25	Care software system will track when a user has logged in or has logged out of the Point Click
26	Care software system. All remaining allegations of paragraph 91 are denied.
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1	92.
2	In response to the allegations of paragraph 92, Defendants admit that the Point Click
3	Care software system will show when a user has accessed the Point Click Care software system
4	and when the user is no longer accessing the software system. All remaining allegations of
5	paragraph 92 are denied.
6	93.
7	The allegations of paragraph 93 are legal conclusions that do not require a response
8	from Defendants. Defendants deny any factual allegations of paragraph 93.
9	94.
10	Paragraph 94 contains legal conclusions that do not require a response from Defendants.
11	Defendants deny all factual allegations of paragraph 94.
12	95.
13	Defendants deny the allegations of paragraph 95.
14	96.
15	Defendants deny the allegations of paragraph 96.
16	97.
17	Defendants deny the allegations of paragraph 97.
18	98.
19	In response to the allegatious of paragraph 98, Defendants admit that Defendants
20	received correspondence from Plaintiffs dated February 8, 2013, and March 1, 2013. Except as
21	so admitted, Defendants deny the remaining allegations of paragraph 98.
22	99.
23	Defendants deny the allegations of paragraph 99.
24	100.
25	Defendants deny the allegations of paragraph 100.
26	////
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1	101.
2	Defendants deny the allegations of paragraph 101 and deny that Plaintiffs or any
3	putative class members are entitled to the relief specified therein.
4	SECOND CLAIM FOR RELIEF
5	(Lunch Wages, Civil Penalty)
6	102.
7	In response to paragraph 102, Defendants re-allege and incorporate by this reference
8	paragraphs I through 101, above, as though fully set forth herein.
9	103.
10	Defendants deny the allegations of paragraph 103.
11	104.
12	Paragraph 104 asserts legal conclusions that do not require a response from Defendants.
13	Any factual allegations of paragraph 104 are denied.
14	105.
15	Defendants deny the allegations of paragraph 105.
16	106.
17	Defendants deny the allegations of paragraph 106.
18	107.
19	Defendants deny the allegations of paragraph 107.
20	108.
21	Defendants deny the allegations of paragraph 108.
22	109.
23	Defendants deny the allegations of paragraph 109 and deny that Plaintiffs or any
24	putative class members are entitled to the relief specified therein.
25	1111
26	////
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1	THIRD CLAIM FOR RELIEF
2	(Unlawful Deduction Claim)
3	110.
4	In response to paragraph 110, Defendants re-allege and incorporate by this reference
5	paragraphs 1 through 109, above, as though fully set forth herein.
6	111.
7	In response to the allegations of paragraph 111, Defendants admit Plaintiffs were
8	formerly employed by Defendant Waterford Operations, LLC, and performed work in that
9	capacity. This lawsuit has not been certified as a class action. With respect to putative class
10	members, Defendants are without information or knowledge sufficient to form a belief as to the
11	truth of the allegations made as to them and therefore deny the same. Any remaining
12	allegations of paragraph 111 are denied.
13	112.
14	In response to the allegations of paragraph 112, Defendants admit that each Defendant
15	offered Pay Cards as one method of wage payment to their respective employees. Defendants
16	deny that either of them paid all of their respective employees by Pay Card. Defendants deny
17	the remaining allegations of paragraph 112.
18	113.
19	Defendants deny the allegations of paragraph 113.
20	114.
21	In response to the allegations of paragraph 114, Defendants are without knowledge or
22	information sufficient to form a belief as to the truth of the allegations of paragraph 114 and
23	therefore deny the same. Defendants deny that either of them charged any fees to their
24	respective employees for use of Pay Cards.
25	1111
26	1111
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1	115.
2	In response to the allegations of paragraph 115, Defendants admit that some employees
3	were paid final wages upon termination of employment by Pay Card. Defendants deny the
4	remaining allegations of paragraph 115.
5	116.
6	Defendants deny the allegations of paragraph 116.
7	117.
8	In response to the allegations of paragraph 117, which appears to encompass all of
9	Defendants' employees and which does not define what is meant by "service fees," Defendants
10	are without knowledge or information sufficient to form a belief as to the truth of the
11	allegations therein and therefore deny the same.
12	118.
13	The allegations of paragraph 118 assert legal conclusions that do not require a response
14	from Defendants. To the extent a response is required from Defendants, Defendants deny.
15	119.
16	In response to the allegations of paragraph 119, which appears to encompass all
17	employees and which does not specifically identify any "charges" allegedly deducted from
18	wages, Defendants are without knowledge or information sufficient to form a belief as to the
19	truth of the allegations therein and therefore deny the same.
20	120.
21	Defendants deny the allegations of paragraph 120 and deny that Plaintiffs or any
22	putative class members are entitled to the relief specified therein.
23	121.
24	Defendants deny the allegations of paragraph 121 and deny that Plaintiffs or any
25	putative class members are entitled to the relief specified therein.
26	////
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1	THIRD [SIC] CLAIM FOR RELIEF
2	(Late Payment at Termination Claim)
3	122.
4	In response to paragraph 122, Defendants re-allege and incorporate by this reference
5	paragraphs 1 through 121, above, as though fully set forth herein.
6	123.
7	In response to the allegations of paragraph 123, Defendants re-allege their response
8	contained in paragraph 111.
9	124.
10	In response to the allegations of paragraph 124, Defendants admit that each of their
11	respective facilities maintain payroll records for their respective employees and that those
12	payroll records detail the rate of pay and final wages upon termination to the extent an
13	employee's employment has terminated.
14	125.
15	Defendants deny the allegations of paragraph 125.
16	126.
17	Defendants deny the allegations of paragraph 126.
18	127.
19	The allegations of paragraph 127 include legal conclusions that do not require a
20	response from Defendants. Defendants deny all factual allegations of paragraph 127.
21	128.
22	Defendants deny the allegations of paragraph 128.
23	129.
24	The allegations of paragraph 129 include legal conclusions that do not require a
25	response from Defendants. To the extent a response is required, Defendants deny.
26	1111
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1	130.
2	Defendants deny the allegations of paragraph 130.
3	131.
4	Defendants deny the allegations of paragraph 131.
5	132.
6	Defendants deny the allegations of paragraph 132.
7	133.
8	Defendant Waterford Operations, LLC admits the allegations of paragraph 133. Any
9	remaining allegations as to Defendants Coos Bay Rehabilitation, LLC, are denied.
10	134.
11	This lawsuit has not been certified as a class action. Defendants are without information
12	or knowledge sufficient to form a belief as to the truth the allegations of paragraph 134 and
13	therefore deny the same.
14	135.
15	In response to the allegations of paragraph 135, Defendants admit that Defendants relied
16	upon their respective hourly employees to accurately and fully record all hours worked and that
17	Defendants relied upon these records to pay wages due to their respective employees. Any
18	remaining allegations are denied.
19	136.
20	In response to the allegations of paragraph 136, Defendants admit that Defendants could
21	calculate wages due to their respective employees at termination in reliance on accurate and
22	complete time records completed by the employees. Any remaining allegations are denied.
23	137.
24	In response to the allegations of paragraph 137, Defendant Waterford Operations, LLC,
25	admits that it paid all wages earned and due to Plaintiffs upon termination of Plaintiffs'
26	
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1	employment. Each Defendant has paid all final wages earned and due to their respective
2	employees to the extent such employees' employment has terminated.
3	138.
4	Defendants deny the allegations of paragraph 138.
5	139.
6	Defendants deny the allegations of paragraph 139.
7	140.
8	In response to the allegations of paragraph 140, Defendants deny that either of them
9	owe any wages to Plaintiffs.
10	141.
11	In response to the allegations of paragraph 141, Defendants admit that Defendants
12	received correspondence from Plaintiffs dated February 8, 2013, and March 1, 2013. Except as
13	so admitted, Defendants deny the remaining allegations of paragraph 141.
14	142.
15	Defendants deny the allegations of paragraph 142 and deny that Plaintiffs or any
16	putative class members are entitled to the relief specified therein.
17	143.
18	Defendants deny the allegations of paragraph 143.
19	144.
20	Defendants deny the allegations of paragraph 144.
21	145.
22	Defendants dony the allegations of paragraph 145.
23	146.
24	Defendants deny the allegations of paragraph 146 and deny that Plaintiffs or any
25	putative class members are entitled to the relief specified therein.
26	1111
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1	147.
2	Defendants deny the allegations of paragraph 147 and deny that Plaintiffs or any
3	putative class members are entitled to the relief specified therein.
4	148.
5	Except as expressly admitted herein, Defendants deny each and every allegation made
6	in Plaintiffs' Complaint and further deny that this action may be properly certified as a class
7	action.
8	AFFIRMATIVE DEFENSES
9	As further answer and for their affirmative defenses, Defendants allege as follows:
10	FIRST AFFIRMATIVE DEFENSE
11	(Failure to State a Claim)
12	149.
13	Plaintiffs' Complaint and each claim for relief set forth therein fails to state a claim
14	upon which relief can be granted, including on the basis that none of the Plaintiffs was
15	employed by Defendant Coos Bay Rehabilitation, LLC, and, accordingly, Plaintiffs are not
16	entitled to any damages or relief from Defendant Coos Bay Rehabilitation, LLC.
17	SECOND AFFIRMATIVE DEFENSE
18	(Statute of Limitations)
19	150.
20	Plaintiffs' claims are barred in whole or in part by the applicable statutes of limitations.
21	THIRD AFFIRMATIVE DEFENSE
22	(No Damages)
23	151.
24	Defendants have paid Plaintiffs all wages due to them by virtue of their employment.
25	Plaintiffs have not suffered any damages and are therefore not entitled to recover any damages
26	alleged under any of their claims for relief.
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FOURTH AFFIRMATIVE DEFENSE

(Failure to Mitigate)

152.

Plaintiffs had an affirmative duty to mitigate their alleged damages. Plaintiffs' claims 4 are barred in whole or in part because Plaintiffs have failed to mitigate their damages, if any. 5 Plaintiffs failed to mitigate their damages including in the following respects: By failing to 6 accurately record and report all time worked by Plaintiffs to Defendants to ensure the proper 7 payment of all wages due. Further, Defendants had a written, published policy strictly 8 prohibiting off-the-clock work. Plaintiffs failed to report or to complain to Defendants of any 9 off-the-clock work being performed by them in violation of Defendants' published policy. If 10 Plaintiffs did complain, they were instructed to complete and submit accurate time records of 11 all time worked to ensure proper payment of their wages. Defendants relied upon Plaintiffs to 12 13 submit complete and accurate time records of all time worked by them to ensure the proper 14 payment of their wages.

15 16

17

FIFTH AFFIRMATIVE DEFENSE

(Plaintiffs' Own Acts or Omissions)

153.

Plaintiffs' damages, if any, were caused by Plaintiffs' own acts or omissions including in the following respects: By failing to accurately record and report all time worked to ensure the proper payment of all wages due to them; by failing to report errors, if any, in their time records to ensure the proper payment of wages; and, by using Pay Cards in such a manner as to incur fees from third-parties that were otherwise avoidable.

- 23 ////
- 24 ////
- 25 ////
- 26 1/1/

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SIXTH AFFIRMATIVE DEFENSE (Failure to Report Off-the-Clock Work)

154.

At all material times, Defendants had a written policy published to all employees, 4 including to Plaintiffs, strictly prohibiting off-the-clock work and providing a mechanism to 5 6 report off-the-clock work to a manager, to Human Resources, or to a hotline. The written policy 7 provided in pertinent part that "non-exempt employees should never perform any work for the Company off-the-clock. If you are asked to work off the clock, do not receive a required meal 8 or break period, or do not receive pay for hours that you worked, you should immediately 9 report the situation to your Manager, to Human Resources or to the Speak Up Hotline." Û Plaintiffs never reported any off-the-clock work performed by them during the course of their employment pursuant to this written policy or otherwise informed Defendants of any off-the-2 3 clock work performed by Plaintiffs.

SEVENTH AFFIRMATIVE DEFENSE

(No Deductions by Defendants)

155.

With respect to Plaintiffs' Third Claim for Relief for Unlawful Deductions, Defendants
did not make any unauthorized deductions from Plaintiffs' wages. Rather, any deductions from
Plaintiffs' wages paid through Pay Cards were made by third parties over whom Defendants
did not exercise any control.

EIGHTH AFFIRMATIVE DEFENSE

(Consent)

156.

With respect to Plaintiffs' Third Claim for Relief for Unlawful Deductions, Plaintiffs
consented to any usage fees, service fees, or any other fees charged by third parties over whom
Defendants did not exercise any control.

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1	NINTH AFFIRMATIVE DEFENSE
2	(TIMELY PAYMENT OF WAGES ON TERMINATION)
3	157.
4	Defendant Waterford Operations, LLC, timely paid all final wages due to Plaintiffs
5	upon termination of their employment in with compliance with ORS 652.140.
6	TENTH AFFIRMATIVE DEFENSE
7	(PREEMPTION)
8	158.
9	Plaintiffs' claims against Defendant Coos Bay Rehabilitation, LLC, are barred or
10	preempted, in whole or in part, by the terms of a collective bargaining agreement and/or
11	applicable law including but not limited to the National Labor Relations Act.
12	ELEVENTII AFFIRMATIVE DEFENSE
13	(Class Action – Failure to Satisfy the Requirements of ORCP 32)
14	159.
15	Defendants allege that this suit can not be properly maintained as a class action pursuant
16	to ORCP 32 because: (1) Plaintiffs can not establish the necessary elements for class treatment
17	under ORCP 32; (2) common issues of fact or law do not predominate; (3) Plaintiffs' claims
18	are not typical of the claims of the putative class; (4) Plaintiffs will not fairly or adequately
19	protect the interests of the putative class; (5) Plaintiffs will not adequately represent the
20	interests of the putative class; and, (6) a class action is not a superior method for the fair and
21	efficient adjudication of the claims alleged in the Complaint.
22	1111
23	1111
24	1111
25	1111
26	1111
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1	INCORPORATION OF AFFIRMATIVE DEFENSES
2	AGAINST CLASS MEMBERS
3	160.
4	In the event that the Court certifies a class action in this suit despite Defendants'
5	objections and opposition, then Defendants assert each of their affirmative defenses set forth
6	herein against each and every member of the certified class.
7	RESERVATION OF RIGHT TO AMEND
8	161.
9	Defendants reserve the right to amend their Answer should Defendants learn the
10	existence of additional affirmative defenses with respect to Plaintiffs' claims or the claims of
11	any class member in the event of class certification.
12	<u>COUNTERCLAIMS</u>
13	As and for their counterclaims, Defendants allege as follows:
14	FIRST COUNTERCLAIM FOR RELIEF
15	(Attorneys' Fees)
16	162.
17	Defendants re-allege and incorporate by this reference the allegations of paragraphs 1
18	through 161 as though fully set forth herein.
19	163.
20	Defendants are entitled to an award of their reasonable attorney fees incurred herein
21	under Oregon's wage and hour laws including pursuant to ORS 653.055(4) and ORS 652.615.
22	WHEREFORE, having answered the allegations of Plaintiffs' Complaint, Defendant
23	Waterford Operations, LLC, and Defendant Coos Bay Rehabilitation, LLC, request the
24	following relief:
25	1111
26	1111
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1	A. That Plaintiffs' Complaint against Defendants Waterford Operations, LLC, and
2	Coos Bay Rehabilitation, LLC, be dismissed with prejudice and that Plaintiffs
3	take nothing thereby;
4	B. For judgment in Defendants' favor and against Plaintiffs on Defendants' First
5	Counterclaim for Relief for an award of reasonable attorney fees together with
6	an award of post-judgment interest on such sums at the statutory rate of nine
7	percent per annum until paid in full;
8	C. For an award of Defendants' costs and disbursements incurred in defending this
9	action together with an award of post-judgment interest on such sums at the rate
10	of nine percent per annum until paid in full; and,
11	D. For such other relief as the court deems just, proper, and equitable.
12	DATED this 29 th day of August, 2014.
13	BUCKLEY LAW, P.C.
14	
15	I dilling Pollock
16	By: <u>Lillian Pollok</u> William E. Gaar, OSB No.: 890464
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16 17 18 19 20 21 22 23 24 25	William F. Gaar, OSB No.: 890464 Jilliam Pollock, OSB No.: 072494 5300 Mcadows Road, Suite 200 Lake Oswego, Oregon 97035 Phone: 503-620-8900 Email: weg@buckley-law.com jp@buckley-law.com of Attorneys for Defendants
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1	CERTIFICATE OF SERVICE
2	I hereby certify that I served the foregoing DEFENDANTS WATERFORD
3	OPERATIONS, LLC AND COOS BAY REHABILITATION, LLC'S ANSWER,
4	AFFIRMATIVE DEFENSES, AND COUNTERCLAIM TO PLAINTIFFS' CLASS
5	ACTION AMENDED COMPLAINT
6	On)
7	David Schuck
8	Schuck Law, LLC 10013 NE Hazel Dell Avenue, #178
9	Vancouver, Washington 98665 Email: <u>dschuck@wageclaim.org</u>
10	Facsimile: 503-575-2763
11	[X] by MAILING a full, true and correct copy thereof in a scaled, postage-paid envelope, addressed as shown above, and deposited with the U.S. Postal Service at Lake Oswego,
12	Oregon, on the date set forth below;
13	[] by causing a full, true and correct copy thereof to be HAND-DELIVERED to the party, at the address listed above on the date set forth below;
14	
15 16	[X] by FAXING a full, true and correct copy thereof to the party, at the fax number shown above, which is the last-known fax number for the party's office, on the date set forth below.
17	[] by sending a full, true and correct copy thereof to the part via ELECTRONIC MAIL, to the email address set forth above on the date set forth below.
18	DATED this 29th day of August, 2014.
19	BUCKLEY LAW P.C.
20	
21	By: Sillien Pollor
22	William E. Gaar, OSB No.: 890464 Jillian Pollock, OSB No.: 072494
23	5300 Meadows Road, Suite 200 Lake Oswego, Oregon 97035
24	Phone: 503-620-8900 Email: weg@buckley-law.com
25	jp@buckley-law.com Of Attorncys for Defendants
26	
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