Seth M. Cunningham 1 BROWN LAW FIRM, P.C. 315 North 24th Street 2 P.O. Drawer 849 Billings, MT 59103-0849 3 Tel (406) 248-2611 Fax (406) 248-3128 4 scunningham@brownfirm.com 5 Attorney for Defendants 6 7 MONTANA SIXTH JUDICIAL DISTRICT COURT, PARK COUNTY 8 Cause No. DV 17-150 KATHLEEN RAKELA and other members of 9 the Glastonbury Landowners Association, Judge Brenda R. Gilbert 10 Plaintiffs, ANSWER, AFFIRMATIVE DEFENSES AND 11 JURY DEMAND OF DEFENDANTS VS. 12 **GLASTONBURY LANDOWNERS** 13 ASSOCIATION, INC. (GLA), DENNIS RILEY, DANIEL KEHOE, MARK SEAVER, 14 RICHARD JOHNSON, CHARLENE MURPHY, 15 KEVIN NEWBY, LEO KEELER and Other Does, 16 Defendants, 17 18 COME NOW Defendants Glastonbury Landowners Association, Inc., Dennis Riley, Daniel 19 Kehoe, Mark Seaver, Richard Johnson, Charlene Murphy, Kevin Newby, and Leo Keeler (hereinafter 20 "Defendants") and answer Plaintiff Kathleen Rakela's Complaint as follows: 21 22 **RESPONSE TO "PARTIES"** 23 As to Paragraph 1 under the heading "Parties" of Plaintiff's Complaint, Defendants admit 1. 24 only that upon information and belief, Plaintiff Kathleen Rakela resides in Park County, Montana. 25 Defendants deny that there are any other Plaintiffs in this case and assert that Plaintiff Rakela has standing 26 to assert claims on behalf of the members of Glastonbury Landowners Association, Inc. Plaintiff shall 27 28 hereinafter refer only to Plaintiff Kathleen Rakela, pro se.

2. Defendants admit the allegations in Paragraph 2 under the heading "Parties" of Plaintiff's Complaint with the following clarification. The proper name is Glastonbury Landowners Association, Inc. Plaintiff improperly named the "Board of Directors for Glastonbury Landowners Association, Inc." in the heading of her Complaint. There is no such entity, and she cannot name the individual directors with that generic heading. Additionally, the Summons she caused to be issued is for the Glastonbury Landowners Association, Inc. The undersigned attorney represents the Glastonbury Landowners Association, Inc. (hereinafter "GLA") and not the "Board of Directors for Glastonbury Landowners Association, Inc."

RESPONSE TO "FACTS COMMON TO ALL COUNTS"

- Defendants admit the allegations in Paragraph 1 under the heading "Facts Common to All Counts" and asserts that assessments were paid for these parcels in full because they had not yet been subdivided.
- 2. Upon information and belief, Defendants admit the allegations in Paragraph 2 under the heading "Facts Common to All Counts."
- 3. Defendants admit the allegations in Paragraph 3 under the heading "Facts Common to All Counts."
- 4. Defendants admit the allegations in Paragraph 4 under the heading "Facts Common to All Counts."
- Defendants admit the allegations in Paragraph 5 under the heading "Facts Common to All
 Counts."
- 6. Defendants admit the allegations in Paragraph 6 under the heading "Facts Common to All Counts."

- 7. Defendants admit the allegations in Paragraph 7 under the heading "Facts Common to All Counts."
- 8. Defendants deny the allegations in Paragraph 8 under the heading "Facts Common to All Counts."
- 9. Defendants deny the allegations in Paragraph 9 under the heading "Facts Common to All Counts" as they mischaracterize the situation. Defendants assert that the annual election was held on 11/12/2016. Plaintiff mailed her ballot and her remaining assessment to the GLA. For whatever reason, the check was not seen until the day of the election. Nobody knows who handled the check or how it ended up in the treasurer's box. However, up until that point, the GLA reasonably believed 3 of her 5 lots were not yet paid. This resulted in 3 of her 5 votes not being counted. The check was discovered by Rudy Parker after her ballot was processed. The check was discussed, and the election administrators decided not to count Plaintiff's 3 votes. The GLA Election Committee held a meeting on November 16, 2016 and discussed the issue and sought advice of counsel who advised a recount. The GLA Board voted to hold a recount which occurred on November 26, 2016 and all 5 of Plaintiff's votes were counted.
- 10. Defendants admit the allegations in the first sentence in Paragraph 10 under the heading "Facts Common to All Counts." Defendants deny the remaining allegations in this Paragraph.
- 11. As to the allegations in Paragraph 11 under the heading "Facts Common to All Counts," Defendants admit only that Plaintiff emailed the GLA on November 17, 2016 and deny all other allegations.
- 12. As to the allegations in Paragraph 12 under the heading "Facts Common to All Counts," Defendants admit that a recount took place on November 26, 2016, all 5 of Plaintiff's votes were counted and the recount changed the election results. Defendants deny Plaintiff's allegations that all landowners were able to view Plaintiff's ballot and assert ballot secrecy was maintained.

- 13. Defendants admit the allegations in Paragraph 13 under the heading "Facts Common to All Counts."
- 14. As to the allegations in Paragraph 14 under the heading "Facts Common to All Counts," Defendants admit only that Plaintiff sent in a nomination form nominating herself for a South Glastonbury board position and deny the remaining allegations. Defendants assert that she stated she was a member in good standing which was subsequently found to be untrue.
- 15. Defendants lack knowledge or information sufficient to form a belief about the allegations in Paragraph 15 under the heading "Facts Common to All Counts," and therefore deny them. Defendants assert that Plaintiff requested another envelope claiming she never received one, and another envelope was provided.
- 16. Defendants deny the allegations in Paragraph 16 under the heading "Facts Common to All Counts."
- 17. Defendants deny the allegations in Paragraph 17 under the heading "Facts Common to All Counts."
- 18. Defendants deny the allegations in Paragraph 18 under the heading "Facts Common to All Counts."
- 19. Defendants deny the allegations in Paragraph 19 under the heading "Facts Common to All Counts."
- 20. Defendants admit the allegations in Paragraph 16 under the heading "Facts Common to All Counts" and assert no membership vote was needed to enforce existing Covenants.
- 21. Defendants deny the allegations in Paragraph 21 under the heading "Facts Common to All Counts."

- 22. Defendants deny the allegations in Paragraph 22 under the heading "Facts Common to All Counts."
- 23. Defendants admit the allegations in Paragraph 23 under the heading "Facts Common to All Counts."
- 24. Defendants deny the allegations in Paragraph 24 under the heading "Facts Common to All Counts."
- 25. Defendants admit the allegations in Paragraph 25 under the heading "Facts Common to All Counts."
- 26. Defendants admit the allegations in Paragraph 26 under the heading "Facts Common to All Counts."
- 27. Defendants deny the allegations in Paragraph 27 under the heading "Facts Common to All Counts." Defendants assert a preliminary approval was provided in 2008 for a family conveyance which was necessary for Park County to allow the subdivision process. The GLA was never notified that the process had been completed until it discovered the subdivision independently.
- 28. Defendants deny the allegations in Paragraph 28 under the heading "Facts Common to All Counts" and assert that Plaintiff sent an email on October 2, 2017 after the GLA had independently discovered the subdivision and asked her about it.
- 29. Defendants deny the allegations in Paragraph 29 under the heading "Facts Common to All Counts." Defendants assert that the correct address is published in numerous locations and the old address is on one form which any reasonable person would know is incorrect. Plaintiff knows the correct address to send notice of subdivisions as she did for the subdivision on her SG 51 lot in 2016. She also has paid assessments to the correct address. Finally, Plaintiff did not mail notice until after the GLA had independently discovered the subdivision and asked her about it.

- 30. As to the allegations in Paragraph 30 under the heading "Facts Common to All Counts," Defendants admit only the GLA board passed a motion to disqualify Plaintiff as a nominated candidate for the 2017 election due to her failure to notify the GLA of the 2016 transfer of property pursuant to Covenant 10.04. Defendants deny the remaining allegations.
- 31. Defendants deny the allegations in Paragraph 31 under the heading "Facts Common to All Counts."
- 32. Defendants deny the allegations in Paragraph 32 under the heading "Facts Common to All Counts."
- 33. Defendants deny the allegations in Paragraph 33 under the heading "Facts Common to All Counts."
- 34. As to the allegations in Paragraph 34 under the heading "Facts Common to All Counts," Defendants admit only Plaintiff sent an email to the GLA on 10/10/17 and deny the remaining allegations.
- 35. Defendants deny the allegations in Paragraph 35 under the heading "Facts Common to All Counts."
- 36. Defendants deny the allegations in Paragraph 36 under the heading "Facts Common to All Counts."
- 37. Defendants deny the allegations in Paragraph 37 under the heading "Facts Common to All Counts."
- 38. Defendants deny the allegations in Paragraph 38 under the heading "Facts Common to All Counts."
- 39. Defendants deny the allegations in Paragraph 39 under the heading "Facts Common to All Counts."

- 40. As to the allegations in Paragraph 40 under the heading "Facts Common to All Counts," Defendants admit there were negotiations and offers and counter-offers of compromise that are not admissible as evidence and deny the rest of the allegations.
- 41. Defendants deny the allegations in Paragraph 41 under the heading "Facts Common to All Counts."
- 42. As to the allegations in Paragraph 42 under the heading "Facts Common to All Counts," Defendants admit there were negotiations and offers and counter-offers of compromise that are not admissible as evidence and deny the rest of the allegations.
- 43. Defendants deny the allegations in Paragraph 43 under the heading "Facts Common to All Counts."
- 44. Defendants deny the allegations in Paragraph 44 under the heading "Facts Common to All Counts" and assert that at the time of his nomination, Marshall Haley was in good standing, but subsequently lost that status due to failure to pay his assessments timely.
- 45. Defendants deny the allegations in Paragraph 45 under the heading "Facts Common to All Counts."
- 46. Defendants deny the allegations in Paragraph 46 under the heading "Facts Common to All Counts."

RESPONSE TO "JURISDICTION AND VENUE"

1. Defendants deny Paragraph 1 under the heading "Jurisdiction and Venue" of Plaintiff's Complaint. Plaintiff has failed to join the necessary parties without which the Court cannot issue a judgment affecting them nor is it clear what contract or other writing Plaintiff is seeking a judgment regarding.

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2. Defendants deny Paragraph 2 under the heading "Jurisdiction and Venue" of Plaintiff's Complaint as that statute applies to state and political subdivisions.

RESPONSE TO "GENERAL ALLEGATIONS"

 Defendants deny Paragraphs 1-9 under the heading "General Allegations" of Plaintiff's Complaint.

RESPONSES TO COUNT 1 THROUGH COUNT 6

- 1. In response to Paragraphs 1, 5, 9, 13, 16, and 20 under the headings Count 1 through Count 6 of Plaintiff's Complaint, Defendants re-assert their answers to all Paragraphs of the Complaint.
- 2. Defendants deny Paragraphs 2-4, 5-8, 10-12, 14-15, and 17-19, and 22 under the headings Count 1 through Count 6.
- 3. Defendants lack knowledge or information sufficient to form a belief about the allegations in the first sentence in Paragraph 21 under the heading "Count 6" and therefore deny them. Defendants deny the remaining allegations in Paragraph 21 under the heading "Count 6."

FIRST AFFIRMATIVE DEFENSE

Plaintiff's Complaint fails to state a claim upon which relief can be granted.

SECOND AFFIRMATIVE DEFENSE

Plaintiff lacks standing to assert claims on behalf of the other members of the GLA and on behalf of Marshall Haley in regard to a Declaratory Judgment and any other claims.

THIRD AFFIRMATIVE DEFENSE

Plaintiff failed to join necessary parties for a Declaratory Judgment Action.

FOURTH AFFIRMATIVE DEFENSE

Plaintiff's sought relief is not encompassed by the Declaratory Judgment Act.

FIFTH AFFIRMATIVE DEFENSE

Plaintiff's asserted claims under the Montana and Federal Constitution fail as a matter of law because the GLA is not a State actor.

SIXTH AFFIRMATIVE DEFENSE

Plaintiff's asserted claims regarding disenfranchisement fail as a matter of law because the GLA is not a State actor.

SEVENTH AFFIRMATIVE DEFENSE

The actions complained of were ministerial actions and are not subject to challenge.

EIGHTH AFFIRMATIVE DEFENSE

Any error on the part of the Defendants was harmless error.

NINTH AFFIRMATIVE DEFENSE

The alleged conflict of interest does not fall within Mont. Code Ann. § 35-2-418.

TENTH AFFIRMATIVE DEFENSE

Plaintiff's claims barred by the doctrine of unclean hands.

ELEVENTH AFFIRMATIVE DEFENSE

Plaintiff may be a proxy for Valery O'Connell in violation of the Court's Order dated May 8, 2017 declaring Valery O'Connell a vexatious litigant. Additionally, Ms. O'Connell may be engaging in the unauthorized practice of law.

TWELFTH AFFIRMATIVE DEFENSE

Plaintiffs' claims are barred by the doctrines of laches, equitable estoppel and acquiescence.

THIRTEENTH AFFIRMATIVE DEFENSE

Plaintiff is not entitled to any damages which may have been sustained by Plaintiff to the extent they were increased and/or aggravated by Plaintiff's failure to mitigate her own damages.

FOURTEENTH AFFIRMATIVE DEFENSE

Some of Plaintiff's claims may be barred by applicable statutes of limitations.

FIFTEENTH AFFIRMATIVE DEFENSE

Plaintiff's case fails to meet the requirements for issuance of a temporary restraining order.

SIXTEENTH AFFIRMATIVE DEFENSE

In regard to allowing members to pay assessments at the door at annual meetings, this variance from the Covenants was on the advice of counsel.

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<u>SEVENTEENTH AFFIRMATIVE DEFENSE</u>

The notice re payment of assessments was not a rule change requiring notice because the Covenants require payment by October 31 of each year. Nevertheless, notice was sent to the members on at least 5 different occasions.

EIGHTEENTH AFFIRMATIVE DEFENSE

The actions complained of were discretionary actions and are not subject to challenge.

NINETEENTH AFFIRMATIVE DEFENSE

Plaintiff's allegations regarding the 2016 election are irrelevant to the issues raised regarding the 2017 election. Further, that issue was resolved and is moot.

TWENTIETH AFFIRMATIVE DEFENSE

The GLA is entitled to its attorney fees and costs for the defense of this action.

RESERVATION

Defendants hereby reserve the right to amend their Answer to include further affirmative defenses such as are revealed in discovery or otherwise.

WHEREFORE Defendants request judgment as follows:

- 1. That Plaintiff takes nothing by way of her Complaint and the same be dismissed with prejudice;
 - 2. For Defendants' costs and attorney fees in defending this matter;
 - 3. For such further and other relief as the Court deems equitable and just.

DATED this 22nd day of December, 2017.

BROWN LAW FIRM, P.C.

Seth M. Cunningham

Attorneys for Defendants

CERTIFICATE OF SERVICE

This does certify that a true and correct copy of the foregoing was duly served on Plaintiff by U.S. mail, postage prepaid, and addressed as follows, this 22nd day of December, 2017:

Kathleen Rakela 109 S B St. Livingston, MT 59047 Plaintiff Pro Se

Seth M. Cunningham