	Case 3:17-cv-02979-VC Document 12 Filed 08/01/17 Page 1 of 12		
1	Imai, Tadlock, Keeney & Cordery, LLP		
2	R. RANDY WERTZ rrwertz@itkc.com		
3	220 Montgomery Street, Suite 301 San Francisco, California 94104		
4	Telephone: (415) 675-7000		
5	Facsimile: (415) 675-7008		
6	YOUNG BASILE HANLON & MACFARLANE, PC Jeffrey D. Wilson (Pro Hac Vice pending)		
7	wilson@youngbasile.com NATASHA R. MENEZES (PRO HAC VICE TO BE FILED)		
8	menezes@youngbasile.com		
9	3001 W. Big Beaver Road, Suite 624 Troy, Michigan 48084		
10	Telephone: (248) 649-3333 Facsimile: (248) 649-3338		
11	Attorneys for Defendant		
12	IXL Learning, Inc.		
13	UNITED STATES DISTRICT COURT		
14	NORTHERN DISTRICT OF CALIFORNIA		
15			
16	U.S. EQUAL EMPLOYMENT OPPORTUNITY : Case No.: 3:17-cv-02979-VC		
17	COMMISSION,		
18	Plaintiff, : ANSWER TO COMPLAINT,		
19	V. : AFFIRMATIVE DEFENSES, AND : RELIANCE ON JURY DEMAND		
20	IXL LEARNING, INC.,		
21	Defendant.		
22			
23	Defendant IXL Learning, Inc. ("IXL"), by and through its undersigned attorneys, hereby submits		
24	its Answer to Complaint, Affirmative Defenses, and Reliance on Jury Demand as follows:		
25	NATURE OF THE ACTION		
26	Defendant denies that it engaged in the unlawful employment practice of retaliation in violation		
27	of Title VII of the Civil Rights Act of 1964, Title V of the Americans with Disabilities Act, or Title I of		
28			
	Answer to Complaint		

the Civil Rights Act of 1991. Defendant further denies that it discriminated against its former employee,
 Charging Party Adrian Scott Duane.

3

5

6

7

8

9

10

11

12

13

#### JURISDICTION AND VENUE

This Court has jurisdiction pursuant to 28 U.S.C. §§451, 1331, 1337, 1343, and 1345.
 ANSWER: Admit.

#### JURISDICTION

2. This action is authorized and instituted pursuant to Section 706(f)(1) and (3) of Title VII,
42 U.S.C. § 2000e-5(f)(1) and (3) and Section102 of the Civil Rights Act of 1991, 42 U.S.C. § 1981a.
ANSWER: Defendant admits only that Plaintiff instituted this action pursuant to Section 706(f)(1) and (3) of Title VII, 42 U.S.C. § 2000e-5(f)(1) and (3) and Section 102 of the Civil Rights Act of 1991, 42 U.S.C. § 1981a and denies all remaining allegations.

3. This action is also authorized and instituted pursuant to Section 107(a) of the ADA, 42 U.S.C. § 12117(a), which incorporates by reference Title VII, 42 U.S.C. § 2000e-5(f)(1) and (3).

ANSWER: Defendant admits only that Plaintiff instituted this action pursuant to Section 107(a) of
the ADA, 42 U.S.C. § 12117(a), which incorporates by reference Title VII, 42 U.S.C. § 2000e-5(f)(1) and
(3) and denies all remaining allegations.

4. Venue is proper in the United States District Court for the Northern District of California
because the employment practices occurred in Defendant's headquarters in San Mateo, California.

ANSWER: Defendant admits that venue is proper and that its principal place of business is located at
777 Mariners Island Boulevard, Suite 600, San Mateo, California 94404 and denies the remaining
allegations.

PARTIES

5. Plaintiff Equal Employment Opportunity Commission (EEOC) is the federal agency
charged with the administration, interpretation, and enforcement of Title VII and Title I of the ADA, and
is expressly authorized to bring this action pursuant to 42 U.S.C. § 2000e-5(f)(1) and (3) and 42 U.S.C.
§12117(a) (incorporating by reference Section 706 (f)(1) and (3) of Title VII).

ANSWER: Admit.

28

27

6. At all relevant times, Defendant IXL Learning, Inc. (IXL) has been headquartered in San Mateo, California and has had another office in North Carolina. IXL has at all relevant times engaged in an industry affecting commerce within the meaning of Section 701(h) of Title VII, 42 U.S.C. § 2000e(h) (incorporating by reference Section 2(c) of the Labor Management Reporting and Disclosure Act of 1959, as amended, 29 U.S.C. 401 et seq.) and Sections 101(5) and 101(7) of the ADA, 42 U.S.C. §§ 12111(5) and (7). Defendant has employed well over fifteen people for at least twenty calendar weeks in the current or preceding year, and is therefore an "employer" under 42 U.S.C. § 2000e(b).

ANSWER: Admit.

7. At all relevant times, IXL has been a covered entity under Section 101(2) of the ADA, 42 U.S.C. §12111(2).

ANSWER: Admit.

#### 12

1

2

3

4

5

6

7

8

9

10

11

# ADMINISTRATIVE PROCEDURES

8. More than thirty (30) days prior to the initiation of this lawsuit, Adriane Scott Duane filed
a charge of discrimination with the EEOC alleging, *inter alia*, that IXL discriminated against him in
violation of the retaliation provisions of Title VII and the ADA.

16 ANSWER: Defendant admits only that Adrian Scott Duane ("Duane") filed the referenced charge
17 more than thirty (30) days prior to the initiation of this lawsuit and denies the remaining allegations.

9. On April 22, 2016, the EEOC issued a Letter of Determination finding reasonable cause
to believe that IXL violated the retaliation provisions of Title VII and the ADA.

ANSWER: Defendant admits only that the EEOC issued a Letter of Determination on or around April 22, 2016 and denies the remaining allegations. Defendant further admits that the EEOC determined that IXL did allow Duane to work from home for half of his work days upon his return from leave after surgery and that IXL did not deny Duane a reasonable accommodation. Defendant further admits that the EEOC determined that IXL did not discriminate against Duane because he is transgender and that IXL did not discharge Duane because he is transgender.

26 10. On June 22, 2016, EEOC invited IXL to join with the EEOC in informal methods of
27 conciliation to endeavor to eliminate the discriminatory practices and provide appropriate relief.

## Case 3:17-cv-02979-VC Document 12 Filed 08/01/17 Page 4 of 12

**ANSWER:** Defendant admits only that on June 22, 2016, the EEOC emailed a proposed conciliation agreement. Defendant denies all remaining allegations, including the allegation that it engaged in discriminatory practices.

11. The EEOC communicated with IXL to provide IXL the opportunity to remedy the discriminatory practices described in the Letter of Determination.

**ANSWER:** Defendant admits only that on June 22, 2016, the EEOC emailed a proposed conciliation agreement. Defendant denies all remaining allegations, including the allegation that it engaged in discriminatory practices.

9 12. The EEOC was unable to secure from IXL a conciliation agreement acceptable to the
10 Commission.

ANSWER: Defendant admits only that it did not agree to the proposed conciliation agreement and
 Duane's proposed settlement amount and denies all remaining allegations.

13

1

2

3

4

5

6

7

8

13. On July 28, 2016, the EEOC issued a Notice of Failure of Conciliation.

14 **ANSWER:** Defendant states that the EEOC sent Plaintiff a letter dated July 28, 2016 and denies the 15 remaining allegations.

14. All conditions precedent to the initiation of this lawsuit have been fulfilled.

17 ANSWER: Denied.

18

19

16

#### STATEMENT OF CLAIMS

15. Duane, a transgender man, began working for IXL as a Product Analyst in July 2013.

ANSWER: Defendant admits that Duane joined IXL on or around July 2013 as a product analyst.
Defendant further admits that it was not aware that Duane was a transgender man.

16. During his employment, Duane perceived IXL's workforce as almost entirely White or
Asian. He discussed with coworkers his impressions about the culture at IXL being unwelcoming to
employees who are not White or Asian American, who are not able-bodied, and who do not fit into neat
categories of gender identity, orientation, and expression.

ANSWER: Defendant lacks knowledge or information sufficient to form a belief as to the truth of the
allegations, and therefore, they are denied.

Throughout his employment, employees probed Duane with inappropriate questions 17. about his gender identity and orientation. On at least one occasion, after seeing scars on Duane's chest, an employee asked another co-worker if Duane used to be a girl. Similarly, upon learning that Duane 3 was in a relationship with a woman, a co-worker asked Duane if it was his first time dating a woman. 4 Defendant lacks knowledge or information sufficient to form a belief as to the truth of the **ANSWER:** 5 allegations, and therefore, they are denied. 6

7 8

1

2

IXL provided employees with unlimited sick leave as a benefit of employment. 18.

**ANSWER:** Admit.

In July 2014 Duane notified his supervisor about the need for approximately 6-8 weeks of 19. 9 leave for a surgery in November. 10

Defendant admits that in July or August of 2014, Duane advised his supervisor that he **ANSWER:** 11 was going to need an extended medical disability leave because he was having surgery and would need 12 approximately 2 months off later in the year. Duane never told his supervisor that he was either a 13 cisgender or a transgender, and at no time did Duane's supervisor ask Duane what his specific medical 14 procedures were that related to his disability leave. Defendant denies the remaining allegations. 15

In September 2014, IXL approved Duane's disability leave and processed the necessary 20. 16 paperwork for California State Disability Insurance benefits. 17

Defendant admits only that it approved Duane's disability leave and processed the **ANSWER:** 18 necessary paperwork for California State Disability Insurance benefits. 19

On October 3, 2014 Duane emailed his team members that he would begin a two month 21. 20leave of absence in November for a surgery and that he wished to keep the details private. 21

**ANSWER:** Admit. 22

For approximately six weeks prior to his leave, IXL permitted Duane to work remotely so 23 22. he could attend weekly pre-operation appointments. 24

25 **ANSWER:** Admit.

Duane started approximately eight weeks of approved short-term disability leave on 23. 26 October 30, 2014 in order to undergo and recover from gender confirmation surgery. 27

## Case 3:17-cv-02979-VC Document 12 Filed 08/01/17 Page 6 of 12

**ANSWER:** Defendant admits that Duane started approximately eight weeks of approved disability leave on or around October 30, 2014. Defendant further admits that it was not aware that Duane's disability leave was to undergo and recover from gender confirmation surgery.

24. At the conclusion of his leave, Duane developed post-operative complications, which required rest in order to effectuate a full recovery.

**ANSWER:** Defendant admits only that on or around December 19, 2014, Duane informed his supervisor that he had developed a non-serious condition which he believed would make it challenging to be out of the house for long periods of time and denies the remaining allegations. Defendant further admits that, also around this time, Duane started to look for a new job with a different employer.

10 25. Duane requested a 50% remote work arrangement in order to accommodate his recovery.
11 Duane's manager resisted providing the accommodation and instead suggested that Duane take
12 additional leave until he was able to return.

ANSWER: Defendant admits only that Duane asked whether his supervisor would be open to Duane working half days in the office and half days at home for the first few weeks upon his return. Duane's supervisor responded by email that he would prefer that Duane be in the office because Duane was more productive in the office. Duane's supervisor asked if there was anything IXL could do to accommodate Duane so he could work in the office. Duane's supervisor also told Duane that it would be completely fine for Duane to extend his leave to aid in his recovery. Defendant denies the remaining allegations.

19

26

27

28

A.

1

2

3

4

5

6

7

8

9

# IXL Refused To Reasonable Accommodate Duane's Disability.

20 26. Duane informed IXL that he consulted with an employment attorney who advised that
 21 remote work requests because of a medical condition qualified as a reasonable accommodation under the
 22 Americans with Disabilities Act.

ANSWER: Admit but Defendant further admits that Duane's email proposed working remotely 50%
of the time with metrics in place to monitor his progress and productivity to IXL's satisfaction, stating in
part as follows:

My doctor is happy to provide written documentation, and actually suggested as much remote time as possible so that things heal quickly, particularly the complication that has arisen. I completely understand your concerns about remote work and productivity, and I also understand that your primary responsibility is to make sure the math team meets all of its

	Case	e 3:17-cv-02979-VC Document 12 Filed 08/01/17 Page 7 of 12	
1 2 3 4 5		goals. But the bottom line is, I want to return to work, and I am certain I can perform the essential functions of my job while working remotely 50%. I'd like to find a solution under which I return on the 30 <sup>th</sup> with this accommodation, or something very close to it. I suggest that we find some metrics that we can put in place so that you can monitor my progress to your satisfaction. I'd also suggest making all office time in the morning, so that you're sure to always have a chance to catch me in person to let me know what you'd like prioritized, etc. If there's anything else you'd like to include, such as weekly productivity review, I'm happy to do that as well.	
6 7	27.	After Duane's self-advocacy, IXL relented and allowed Duane to work from home 50%	
8	of the time. IX	IL informed Duane that it planned to set up a system to monitor his remote work progress.	
9	ANSWER:	Denied. Defendants state that IXL granted Duane's proposal of working remotely 50% of	
10	the time with	metrics in place to monitor Duane's progress and productivity, stating the following in	
11	response to Duane's email:		
12		Based on your doctor's recommendation, it sounds like reasonable accommodation in your case is to set up a part time remote working	
13		situation. It would be great if you could provide written documentation for this – and we can move forward with this plan. I'm happy to come up with	
14		performance goals and a progress monitoring plan for you as well. Having your office time be in the morning sounds great to me – thanks for that	
15		suggestion!	
16	28.	Duane provided a note from his surgeon supporting his reasonable accommodation	
17	request. The s	surgeon advised that Duane work remotely for at least four more weeks for postoperative	
18	healing.		
19	ANSWER:	Defendant admits that Duane voluntarily provided a note from his surgeon dated	
20	December 29	, 2014, which advised that Duane be allowed to work remotely for at least four more	
21	weeks.		
22	29.	IXL presented Duane with a detailed remote work plan upon Duane's return to work on	
23	December 30,	, 2014. That day Duane learned that at least two other employees were permitted to work	
24	remotely betv	ween 50% and 100% of the time and were not subject to such a detailed remote work	
25	arrangement.	Duane understood that these employees were cisgender, heterosexual, and non-disabled.	
26	ANSWER:	Denied.	
27	30.	That evening Duane posted a message on <u>Glassdoor.com</u> , a jobs recruiting and ratings	
28	website, which stated, in relevant part: "There are no politics if you fit in. If you don't -that is, if		
		7	

# Case 3:17-cv-02979-VC Document 12 Filed 08/01/17 Page 8 of 12

******	you're not a family-oriented white or Asian straight or mainstream gay person with 1.7 kids who					
2	really likes softball – then you're likely to find yourself on the outside. Treatment in the workplace, in					
3	terms of who gets flexible hours, interesting projects, praise, promotions, and a big yearly raise, is					
4	different and	seems to run right along these characteristics." Duane also posted "[m]ost management				
5	do not know what the word 'discrimination' means, nor do they seem to think it matters."					
6	ANSWER:	Defendant admits that Duane posted a review on December 30, 2014 on Glassdoor.com,				
7	titled "Micron	managed and problematic." Defendant further admits that the review states in its entirety:				
8		I have been working at IXL Learning full-time (more than 3 years)				
9		Pros				
10		Easy, unchallenging work, good medical benefits, free drinks. Hours are not too crazy. The people are generally well-meaning and nice.				
11		The company isn't going anywhere right now. They play to the traditional				
12		classroom, which is good for profits. You won't have to worry about the				
13		company going under (but don't expect the profits to pass onto you, either).				
14		Cons				
15		Don't expect a challenge working here. This company sets the bar				
16		extremely high for who they hire, and then gives their smart, talented				
17		employees boring, menial work to fill the day. The CEO is overly involved in every product, every decision, every everything.				
18		There are no politics if you fit in. If you don't-that is, if you're not a				
19		family-oriented white or Asian straight or mainstream gay person with 1.7 kids who really likes softball—then you're likely to find yourself on the				
20		outside. Treatment in the workplace, in terms of who gets flexible hours,				
21		interesting projects, praise, promotions, and a big yearly raise, is different and seems to run right along these characteristics.				
22		There is essentially no HR knowledge or staff at this company. Know your				
23		rights when you work here, because they don't, and they don't care to learn. Most management has no idea what the word "discrimination"				
24		means, nor do they seem to think it matters.				
25		Advice to Management				
26		Choose one: listen to the ideas of a group of smart, talented employees, or				
27		micromanage a group of mediocre employees. Don't pull the bait and switch on employees who can do way better.				
28						
		Q				
		A summer to Completent				

# Case 3:17-cv-02979-VC Document 12 Filed 08/01/17 Page 9 of 12

Build a culture that encourages respect for people of all walks of life.

Duane also checked the following: "Doesn't recommend," "Neutral Outlook," and "Disapproves of CEO."

4 31. On January 6, 2015, Duane directly reported, in a meeting with his supervisor, his 5 concerns about experiencing discrimination in the workplace. The supervisor promised to alert the CEO 6 about Duane's complaints.

ANSWER: Defendant admits only that Duane and his supervisor met on January 6, 2015 and that Duane told his supervisor that he was unhappy with some of his work assignments and felt that his ideas were not really listened to. Duane further told his supervisor that he was upset at how Defendant handled his return from disability leave and his disability accommodation and felt that IXL had discriminated against him by not immediately approving his remote work suggestion. Duane's supervisor informed Duane that he would pass Duane's concerns to upper management, including IXL's CEO. Defendant denies the remaining allegations.

14 32. On January 7, 2015, CEO Paul Mishkin emailed Duane to set up a meeting for January 8,
15 2015 to discuss his discrimination complaints.

16 ANSWER: Admit.

1

2

3

17 33. Also on or about January 7, 2015, HR Manager Maricelo Prado discovered Duane's
18 <u>Glassdoor.com</u> posting and forwarded it to CEO Mishkin. Although the posting was anonymous, IXL
19 suspected that Duane had written it.

20 **ANSWER:** Admit.

21

34. On January 7, 2015, CEO Mishkin decided to fire Duane the following day.

22 ANSWER: Denied.

35. On January 8, 2015, Duane met with CEO Mishkin and outlined the concerns he had
about discrimination.

ANSWER: Defendant admits that on January 8, 2015, Duane met with CEO Mishkin, during which
Duane discussed his concerns about his medical leave, disability issues, and other topics.

36. During the meeting, CEO Mishkin confronted Duane about the <u>Glassdoor.com</u> post. After
confirming that Duane had written the post, CEO Mishkin terminated Duane's employment.

## Case 3:17-cv-02979-VC Document 12 Filed 08/01/17 Page 10 of 12

ANSWER: Denied.

1

5

6

7

8

12

2 37. IXL admits that the reason for terminating Duane was the December 30, 2014 post on
3 Glassdoor.com.

4 **ANSWER:** Admit.

38. IXL retaliated against Duane by terminating him for engaging in legally protected employment activities by publicly posting on a website his opposition to discrimination at IXL in violation of the Title VII and ADA retaliation provisions. 42 U.S.C. §§ 2000e-3(a), 12203(a).

ANSWER: Denied.

39. As a direct and proximate result of IXL's violation of 42 U.S.C. §§ 2000e-3(a) Duane
suffered actual damage, including but not limited to losses in compensation and benefits, humiliation,
emotional distress, and loss of enjoyment of life.

ANSWER: Denied.

40. As a direct and proximate result of IXL's violation of 42 U.S.C. §12203(a) Duane
suffered actual damage, including but not limited to losses in compensation and benefits.

15 **ANSWER:** Denied.

16 41. IXL's unlawful actions were intentional, willful, malicious, and/or done with reckless
17 disregard for Duane's federally protected rights.

ANSWER: Denied.

19

18

AFFIRMATIVE DEFENSES

20 1. Plaintiff's Complaint, in whole or in part, fails to state a claim against Defendant upon
21 which relief can be granted.

22 2. Plaintiff is barred, in whole or in part, because all of Defendant's actions or inactions
23 concerning Duane complied with all relevant and applicable laws and were based on legitimate, non24 discriminatory, and non-retaliatory reasons, and neither Duane's alleged disability nor any other
25 protected characteristic was a motivating, determinative, or any factor in Defendant's actions and/or
26 inactions with regard to Duane.

27 3. Plaintiff's claims fail because Plaintiff has unreasonably delayed pursuing a right or
28 claim in a way that prejudices the Defendant.

	Case 3:17-cv-02979-VC Document 12 Filed 08/01/17 Page 11 of 12		
1	4. Plaintiff's claims are barred, in whole or in part, by Duane's failure to mitigate his		
2	damages, if any, as required by law.		
3	5. Plaintiff's claims for damages or other relief are barred by the doctrines of waiver, laches,		
4	estoppel, res judicata, issue preclusions, and/or claim preclusion.		
5	6. This Court lacks jurisdiction because Plaintiff's claims are preempted by the National		
6	Labor Relations Act.		
7	Defendant reserves the right to amend its Affirmative Defenses.		
8	Respectfully submitted,		
9	DATED: August 1, 2017 IMAI, RADLOCK, KEENEY & CORDERY, LLP		
10	By: <u>/s/ R. Randy Wertz</u>		
11	R. Randy Wertz rrwerts@itkc.com		
12	-and-		
13	YOUNG BASILE HANLON &		
14	MACFARLANE, PC		
15	Jeffrey D. Wilson (Pro Hac Vice Pending)		
16	wilson@youngbasile.com Natasha R. Menezes ( <i>Pro Hac Vice To Be Filed</i> )		
17	menezes@youngbasile.com		
18	Attorneys for Defendant IXL Learning, Inc.		
19			
20			
21			
22			
23			
24 25			
23 26			
20 27			
27			
20			
	11 Answer to Complaint		
	Answer to Complaint		

		Case 3:17-cv-02979-VC Document 12 Filed 08/01/17 Page 12 of 12
	1	CERTIFICATE OF SERVICE
	2	I, the undersigned, hereby certify that on August 1, 2017, I electronically filed the foregoing document with the Clerk of the Court, using the CM/ECF system, which will send notification of such filing to the counsel of record in this matter who are registered on the
	3	CM/ECF system.
	4	ANSWER TO COMPLAINT, AFFIRMATIVE DEFENSES, AND RELIANCE ON JURY
	5	DEMAND
	6 7	I declare under penalty of perjury that the foregoing is true and correct, and that this Certificate of Service was executed on August 1, 2017, at San Francisco, California.
		Httll
	8	Heather Cherry
	9	Duane, Adrian Scott v. IXL Learning, Inc. and Paul Mishkin UNITED STATES DISTRICT COURT 3:17-cv-02979-VC
LLP	10	UNITED STATES DISTRICT COURT 3:17-cv-02979-VC
ERY,	11	
CORDERY, LLP	12	
ш	13	
LAW OFFICES KEENEY & SUITE 301 MONTGOMERY STR (A15) 675-7000 (415) 675-7000	14	
~ ~	15	
DLOCK, 220 SAN F	16	
TADI	17	
IMAI, TA	18	
XI	19	
	20	
	21	
	22	
	23	
	24	
	25	
	26	
	27	
	28	
		-1-