

\*387 426 S.E.2d 387

206 Ga.App. 727

**HOFFMAN et al.**

v.

**ATLANTA GAS LIGHT COMPANY et al.**

No. A92A1352.

Court of Appeals of Georgia.

Decided Nov. 24, 1992.

Reconsideration Denied Dec. 15, 1992.

Certiorari Denied April 8

and May 3, 1993.

Landowners brought action for nuisance, trespass, fraud, and breach of instrument under seal against former and current owners of petroleum products pipeline running through their property, based on hydrocarbon contamination to property caused by leaks in pipeline. The Fulton Superior Court, Alexander, J., granted summary judgment in favor of pipeline owners on all counts, and landowners appealed. The Court of Appeals, Birdsong, P.J., held that: (1) landowners' claims against former pipeline owners for continuing nuisance and continuing trespass were not barred by four-year statute of limitation, even though leaks in pipeline occurred more than four years before filing of suit; (2) even if current pipeline owner did not cause hydrocarbon contamination, it was not necessarily insulated from responsibility for maintenance of continuing nuisance where landowners informed current pipeline owners of contamination and formally demanded that they remove contamination from property; (3) issue of fact existed as to whether contamination constituted continuing breach of easement agreement; and (4) issue of fact existed as to whether former and present pipeline owners concealed existence of contamination from landowners.

Reversed.

## 1. JUDGMENT ☞185(2)

228 ----

228V On Motion or Summary Proceeding

228k182 Motion or Other Application

228k185 Evidence in General

228k185(2) Presumptions and burden of proof.

Ga.App. 1992.

Burden of establishing nonexistence of any genuine issue of fact is upon movants for summary judgment, and all doubts are resolved against them.

## 2. JUDGMENT ☞185(2)

228 ----

228V On Motion or Summary Proceeding

228k182 Motion or Other Application

228k185 Evidence in General

228k185(2) Presumptions and burden of proof.

Ga.App. 1992.

To prevail on motion for summary judgment, defendants must pierce allegations of complaint and establish as matter of law that plaintiffs could not recover under any theory fairly drawn from pleadings and evidence.

## 3. APPEAL AND ERROR ☞934(1)

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30XVI Review

30XVI(G) Presumptions

30k934 Judgment

30k934(1) In general.

Ga.App. 1992.

Grant of summary judgment operates to remove issue or issues from jury and to remove from party right to have issues determined by jury; therefore, ruling of trial court granting summary judgment is not afforded any presumption of correctness or any more favorable interpretation of evidence or law.

## 4. APPEAL AND ERROR ☞863

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30XVI Review

30XVI(A) Scope, Standards, and Extent, in General

30k862 Extent of Review Dependent on Nature of Decision Appealed from

30k863 In general.

[See headnote text below]

## 4. APPEAL AND ERROR ☞1073(1)

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30XVI Review

30XVI(J) Harmless Error

30XVI(J)23 Judgment or Order

30k1073 Judgment or Order

30k1073(1) In general.

Ga.App. 1992.

On appeals from grants of summary judgment, it is function of Court of Appeals to examine record and determine whether allegations of pleadings have been pierced so that no genuine issue of material fact remains; if record does not support conclusions that no genuine issue of material facts remains and that movant is entitled to judgment as matter of law, judgment must be reversed for trial. O.C.G.A. § 9-11-56(c).

## 5. LIMITATION OF ACTIONS ⚡55(6)

241 ----

241II Computation of Period of Limitation

241II(A) Accrual of Right of Action or Defense

241k55 Torts

241k55(6) Continuing injury in general.

Ga.App. 1992.

Landowners' action for continuing nuisance and continuing trespass against owner and operator of petroleum products pipeline was not barred by four-year statute of limitation, even though action was commenced more than four years after leaks occurred; alleged nuisance was hydrocarbon contamination which continued to exude through land and continued to inflict damage after leaks were repaired. O.C.G.A. § 41-1-1.

## 6. NUISANCE ⚡10

279 ----

279I Private Nuisances

279I(A) Nature of Injury, and Liability Therefor

279k10 Persons continuing nuisance.

Ga.App. 1992.

Even if current owner of petroleum products pipeline and easement did not cause hydrocarbon contamination, as alienee of pipeline from which petroleum products leaked, it was not insulated from responsibility for maintenance of continuing nuisance merely by fact that it did not create contamination and had no causal relation to contamination as it was first created; owner of land across which pipeline ran informed current pipeline owner of contamination and subsequently formally demanded that current owner remove contamination from property. O.C.G.A. § 41-1-5.

## 7. NUISANCE ⚡10

279 ----

279I Private Nuisances

279I(A) Nature of Injury, and Liability Therefor

279k10 Persons continuing nuisance.

Ga.App. 1992.

Continuance of nuisance constitutes cause of action. O.C.G.A. § 41-1-5.

## 8. NUISANCE ⚡42

279 ----

279I Private Nuisances

279I(D) Actions for Damages

279k42 Grounds of action and conditions precedent.

Ga.App. 1992.

Notice to alienee that he will be held responsible for any damages subsequently caused by nuisance will suffice in lieu of the specific request to abate required

as condition of alienee's liability for maintenance of nuisance. O.C.G.A. § 41-1-5.

## 9. NUISANCE ⚡10

279 ----

279I Private Nuisances

279I(A) Nature of Injury, and Liability Therefor

279k10 Persons continuing nuisance.

[See headnote text below]

## 9. NUISANCE ⚡42

279 ----

279I Private Nuisances

279I(D) Actions for Damages

279k42 Grounds of action and conditions precedent.

Ga.App. 1992.

Maintenance of nuisance after notice constitutes continuance of nuisance, and alienee of property causing nuisance is responsible for continuance, if there is request for abatement before action is filed; however, alienee will not be responsible for maintaining nuisance if he is not given notice. O.C.G.A. § 41-1-5.

## 10. LIMITATION OF ACTIONS ⚡199(1)

241 ----

241V Pleading, Evidence, Trial, and Review

241k199 Questions for Jury

241k199(1) In general.

Ga.App. 1992.

Issue of fact existed as to whether hydrocarbon contamination caused by leaks in petroleum products pipeline constituted continuing breach of easement agreement, as instrument under seal, between landowner and pipeline operator which allegedly guaranteed landowner right to fully use and enjoy property.

**\*388** [206 Ga.App. 732] Decker & Hallman, F. Edwin Hallman, Jr., David C. Moss, Atlanta, for appellants.

Long, Aldridge & Norman, Edward A. Kazmarek, Carol R. Geiger, Mary D. Peters, Hunton & Williams, Kurtis A. Powell, Edward T. Floyd, Atlanta, for appellees.

[206 Ga.App. 727] BIRDSONG, Presiding Judge.

Appellants Peter F. Hoffman et al. own property in Troup County on which a predecessor gave an easement and right-of-way to Plantation Pipeline Company (Plantation). From 1941 to 1970, Plantation

installed a four-inch pipeline extending from Macon to LaGrange for transportation of petroleum products. This pipeline by virtue of the easement goes through appellants' property. Appellants bought this property in April 1984. This suit was filed alleging that from 1954 to 1956, four leaks occurred, spilling about 1,000 barrels (42,000 gallons) of petroleum products into the soil and groundwater of this property; the contamination on the property is gasoline, kerosene or other products. In December 1970, Plantation sold and assigned the pipeline and easement rights to Atlanta Gas Light Company. Appellants say Plantation admits the presence of hazardous chemicals in the spills; that it is undisputed that the contamination can be removed; and that it is undisputed that as the contamination migrates outward from the pipeline, the expense of removing the contamination increases.

Plantation and Atlanta Gas Light contend they were informed by appellants of the contamination in 1988. In March 1990, appellants formally demanded that Plantation and Atlanta Gas Light remove [206 Ga.App. 728] the contamination from the property, but this demand was refused and suit was filed August 29, 1990, alleging inter alia that Atlanta Gas Light conducted tests in 1981 which revealed holes in the pipeline but never informed appellants, that the leaks were discovered in 1988 when prospective purchasers conducted environmental tests, and that the contaminants continue to spread throughout the property so that it is unmarketable because of hydrocarbon contamination. Appellants in Count I sought an injunction against the present owner of the pipeline, Atlanta Gas Light; they alleged creation and maintenance of nuisance against Plantation and Atlanta Gas Light (Count II); they alleged trespass against Plantation on account of the presence of Plantation's contaminants (Count III); they alleged breach of an instrument under seal by both defendants (Counts IV and V); they alleged fraud of both defendants for failure to reveal the leaks and contamination to appellants (Count VI and VII); and they sought punitive damages against both defendants for knowing and wilful failure to maintain the pipeline and to remove contamination after demand.

**\*389** The trial court granted summary judgment to defendants on all counts, hence this appeal. *Held*:

[1] 1. " 'Summary judgment is proper only when there is no genuine issue as to any material fact and the moving party is entitled to judgment *as a matter of law*. OCGA § 9-11-56(c).' [Cit.] '(t)he evidence must be construed most strongly against the movant,

and the party opposing the motion is entitled to all inferences that may fairly and reasonably be drawn in support of his case.' " (Emphasis supplied.) *Southern States Landfill v. Walton County*, 259 Ga. 673, 674-675, 386 S.E.2d 358. " 'On motion for summary judgment, the burden of showing the absence of any genuine issue of material fact rests upon movant, and the party opposing the motion is given the benefit of all reasonable doubts and favorable inferences that may be drawn from the proof offered.' " *Ingram v. JIK Realty Co.*, 199 Ga.App. 335, 336, 404 S.E.2d 802. The burden of establishing the non-existence of any genuine issue of fact is upon Plantation and Atlanta Gas Light as movants for summary judgment, and all doubts are resolved against them. *Grossberg v. Judson Gilmore Assoc.*, 196 Ga.App. 107, 109, 395 S.E.2d 592.

[2] [3] [4] To prevail on a motion for summary judgment, defendants Plantation and Atlanta Gas Light must pierce the allegations of appellants' complaint and establish *as a matter of law* that appellants could not recover under *any theory fairly drawn* from the pleadings and the evidence. *Proctor & Gamble Paper Products Co. v. Yeargin Constr. Co.*, 196 Ga.App. 216, 217-218, 396 S.E.2d 38. The grant of summary judgment operates, at the instance of the trial court, to remove from the jury an issue or all the issues, as the case may be, and it removes from the parties the right to have the issues determined by [206 Ga.App. 729] a jury; therefore, the ruling of the trial court granting summary judgment is not afforded any presumption of correctness or any more favorable interpretation of the evidence or the law. The rules applying to rulings on motion for summary judgment are not indulged with a view to sustain the ruling of the trial court. Rather, on appeals from grants of summary judgment, it is this court's function to examine the record and determine whether the allegations of the pleadings have been pierced so that no genuine issue of material fact remains (*Lewis v. Rickenbaker*, 174 Ga.App. 371, 330 S.E.2d 140) and if the record does not support a conclusion not only that no genuine issue of material fact remains but also that the movant is entitled to judgment *as a matter of law*, the judgment must be reversed for trial. *Id.*; OCGA § 9-11-56(c).

Plantation Pipeline contends the statute of limitation governing the trespass and nuisance claims expired in 1960, four years after the last leak from the pipeline relative to appellants' property; that the alleged contamination does not constitute a continuing nuisance or trespass; that Plantation transferred its easement rights and obligations to Atlanta Gas Light in 1970 and has had no legal interest or control over

the pipeline as to that property since that time; that any claims arising as a result of leaks from the pipeline were barred by the time appellants bought the property in 1984; and that Plantation did not breach the easement agreement but fulfilled all its duties thereunder. Plantation shows that when it transferred its interests to Atlanta Gas Light in 1970, all petroleum products were purged from the pipeline and it was filled with water and rust inhibitor as was the practice, and no leaks were evident during Atlanta Gas Light's ownership of it, inasmuch as no leaks occurred after 1956. Plantation asserts appellants confuse continuous or regularly repetitious acts or conditions (leaks) with the hurt, inconvenience or injury (contamination), and that appellants fail to realize the distinction between past and completed acts and continuing and recurrent acts. In other words, Plantation says appellants confuse the "acts" with the "results," and that the last "acts" (leaks) occurred in 1956.

Appellants allege that four leaks formed in the pipeline from 1954 to 1956, and that \*390 although the leaks were repaired the contamination is continuing and although it could be abated by defendants, it remains unabated. Appellants insist that it is not the pipeline or the leaks which constitute a nuisance and continuing trespass, but the hydrocarbon contamination. The reasonable inference drawn in favor of appellants, as respondents to motion for summary judgment, is that Plantation fixed the leaks but failed to remove the contamination which has exuded and continues to exude throughout the property.

We conclude it is the appellees who are confused as to what the nuisance is in this case. The old holes in this pipeline are not the [206 Ga.App. 730] nuisance; the nuisance is the continuing exudation and leaching of chemicals into the ground from the contaminants deposited long ago through the leaks.

[5] The question in this case does not revolve around what day the holes appeared in the pipe or what day they were fixed. The question is whether the contaminating hydrocarbon pollution which began in 1956 is a *continuing* nuisance or a *permanent* nuisance. Appellees contend this is a "completed act" and it is too late for appellants to get redress. But, appellants say the contamination is spreading. If that is so, the contamination is not a "completed act." According to the Supreme Court in *Goble v. Louisville, etc., R. Co.*, 187 Ga. 243, 249(3), 200 S.E. 259, "every continuance of a nuisance which is not permanent, and which could and should be

*abated*, is a fresh nuisance for which a new action will lie. Consequently ... suit may be maintained for damages growing out of a nuisance of the character indicated, where the damages ... were inflicted within four years before the time of filing suit, though the act which originally caused the nuisance was not done within the period of limitation of the action. *Danielly v. Cheeves*, 94 Ga. 263(2) (21 SE 524); *City Council of Augusta v. Marks*, 124 Ga. 365(2) (52 SE 539), and cit.; *Gabbett v. Atlanta*, 137 Ga. 180, 183 (73 SE 372), and cit." (Emphasis supplied.) See also *Scott v. Dudley*, 214 Ga. 565, 105 S.E.2d 752; *Harbuck v. Richland Box Co.*, 204 Ga. 352, 49 S.E.2d 883. This statement of the law in 1938, as to the damming of a creek by a railroad trestle, is even more applicable to chemical pollution in 1992, as to which the contamination, that is, the nuisance, first unleashed through a leak in about 1956, and being buried in the ground since then, was not discovered until 1988. The nuisance in this case is the continuing contamination, not the old leaks. The damage was not complete upon the completion of the creation of the leaks, so appellants are not limited to a cause of action filed within the period of limitations following creation of the leaks or the repairing of the leaks. The "damages growing out of [the] nuisance" ( *Goble*, supra, 187 Ga. at 249, 200 S.E. 259) are the continuing "hurt, inconvenience, or damage" caused by the hydrocarbon contamination, for which OCGA § 41-1-1 gives a cause of action, and which were not assuaged by Plantation's sale of the pipeline to another. Appellants say there is evidence the hydrocarbon contamination caused and maintained by Plantation continues and has "inflicted [damages] within four years before the time of filing suit, though the act which originally caused the nuisance was not done within the period of limitation of the action." *Goble*, supra at 249, 200 S.E. 259. If that is so, appellants may maintain the cause of action for the continuing nuisance as well as for the continuing trespass. *Id.* at 246, 200 S.E. 259; see *Jillson v. Barton*, 139 Ga.App. 767, 229 S.E.2d 476.

The grant of summary judgment to Plantation as to the counts [206 Ga.App. 731] for nuisance and trespass was error.

2. As to Atlanta Gas Light's contention that it did not cause the leaks or the hydrocarbon contamination, the case is slightly different. Atlanta Gas Light contends there is no evidence of any leaks since 1956; that before it acquired the pipeline, the pipeline was purged with water; that Atlanta Gas Light has never used the segment of pipeline crossing over this property and has never transported gasoline, kerosene

or other refined petroleum products through the pipeline and that the contamination on the property consists of gasoline, kerosene and other refined petroleum products; \*391. and that Atlanta Gas Light had no knowledge of the presence of hydrocarbons on the property until so informed by appellants in 1989, and made no statements concerning the pipeline, the property or contaminants and never deceived appellants. Atlanta Gas Light contends that there is no causal connection between itself and the alleged harm.

[6] [7] [8] [9] Accepting arguendo that Atlanta Gas Light did not cause the hydrocarbon contamination, nevertheless Atlanta Gas Light now holds and controls the easement and the pipeline which are the physical source of the contamination on appellants' property. There is a distinction between creating a nuisance and maintaining a nuisance. OCGA § 41-1-5 provides: "(a) The alienee of a person owning property injured may maintain an action for continuance of the nuisance for which the alienee of the property causing the nuisance is responsible. (b) Prior to commencement of an action by the alienee of the property injured *against the alienee of the property causing the nuisance*, there must be a request to abate the nuisance." (Emphasis supplied.) The principle on which one is charged as a continuing wrongdoer is that he is under a legal duty to terminate the cause of the injury. *Keener v. Addis*, 61 Ga.App. 40, 5 S.E.2d 695. The question before the jury will be whether Atlanta Gas Light has *maintained* a continuing nuisance such as to be responsible for the resulting harm. *Id.* We will not hold that the alienee of the easement and pipeline has no legal duty to abate a continuing nuisance, particularly under the easement agreement in effect between Atlanta Gas Light and appellants.

Atlanta Gas Light is not insulated from responsibility for the maintenance of a continuing nuisance merely by the fact that it did not create the contamination and had no "causal" relation to the contamination as it was first created. Under OCGA § 41-1-5, "maintenance" of a nuisance is the failure to abate the nuisance after notice by the injured party. Notice to an alienee that he will be held responsible

for any damages subsequently caused by the nuisance will suffice in lieu of a specific request to abate. *Central of Ga. R. Co. v. Americus Constr. Co.*, 133 Ga. 392, 65 S.E. 855; *Central R. v. English*, 73 Ga. 366. The continuance of the nuisance constitutes a cause of action [206 Ga.App. 732] (*Phinizy v. City Council of Augusta*, 47 Ga. 260, 266-267; see *Bonner v. Welborn*, 7 Ga. 296, 297); the maintenance of the nuisance after notice is continuance of the nuisance, and the alienee of the property causing the nuisance is responsible for that continuance, if there is a request for abatement before action is filed. *Felker v. Calhoun*, 64 Ga. 514. The alienee may not be responsible for maintaining the nuisance if he is not given notice. *Georgia Power Co. v. Moore*, 47 Ga.App. 411, 170 S.E. 520; see *Georgia Power Co. v. Fincher*, 46 Ga.App. 524, 168 S.E. 109. The grant of summary judgment to appellee Atlanta Gas Light as to Count II for maintenance of a nuisance was error.

[10] 3. As to the question of the breach of the easement agreement, as an instrument under seal, appellants contend that the easement agreement under which Plantation acquired the easement has been in effect continuously since inception in 1941, and that it guarantees to appellants the right "to fully use and enjoy" the property, which they cannot do until and unless the contamination is abated. Continuing breach of the easement agreement by Plantation and Atlanta Gas Light is a jury question in this case.

4. Appellees were not entitled to summary judgment on the question of concealment of the existence of the contamination from appellants, as alleged in the fraud counts.

5. It follows from all we have said here, and the reversal of the grants of summary judgment, that summary judgment to appellees as to Count I was improperly granted, and that appellants may recover punitive damages on the counts proved as provided by law.

*Judgment reversed.*

BEASLEY and ANDREWS, JJ., concur.