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14	And PG&E CORPORATION	
15	SUPERIOR COURT OF T	HE STATE OF CALIFORNIA
16	IN AND FOR THE CO	DUNTY OF SAN MATEO
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17 18	Coordination Proceeding Special Title	JCCP No. 4648 A TORT ACTIONS
	Coordination Proceeding Special Title (Rule 3.550)	TORT ACTIONS
· 18 19 20		TORT ACTIONS DEFENDANT PACIFIC GAS AND ELECTRIC COMPANY'S
18 19 20 21	(Rule 3.550)	TORT ACTIONS DEFENDANT PACIFIC GAS AND ELECTRIC COMPANY'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF
· 18 19 20	(Rule 3.550)	TORT ACTIONS DEFENDANT PACIFIC GAS AND ELECTRIC COMPANY'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT
18 19 20 21	(Rule 3.550)	TORT ACTIONS DEFENDANT PACIFIC GAS AND ELECTRIC COMPANY'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF MOTION FOR SUMMARY
18 19 20 21 22	(Rule 3.550)	TORT ACTIONS DEFENDANT PACIFIC GAS AND ELECTRIC COMPANY'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL
 18 19 20 21 22 23 	(Rule 3.550)	TORT ACTIONS DEFENDANT PACIFIC GAS AND ELECTRIC COMPANY'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS Date: June 22, 2012 Time: 9:00 a.m.
 18 19 20 21 22 23 24 	(Rule 3.550)	TORT ACTIONS DEFENDANT PACIFIC GAS AND ELECTRIC COMPANY'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS Date: June 22, 2012
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I.

INTRODUCTION

PG&E accepts responsibility for the rupture of the pipeline that resulted in the loss of life and property. Resolution of the claims of all those who are affected by the tragic accident is a top priority for the Company. To facilitate the resolution of these cases and focus the issues, PG&E asks the Court to rule on the proper application of California law to claims of negligent infliction of emotional distress – to assist the parties in resolving the matters now before the Court and to provide guidance for others whose cases are not yet set for trial.

On September 9, 2010, a rupture occurred on PG&E's natural gas transmission line
running through the Crestmoor Canyon neighborhood of San Bruno, California, resulting in an
explosion. Eight people lost their lives and many were injured, including some who suffered
serious burns. Many residents suffered damage to their house or their property. The events of
that evening were a terrible tragedy. Since the accident, PG&E has been working to support the
San Bruno community as it rebuilds and recovers.

One of the Company's highest priorities is resolving the claims of those affected by this tragic accident. PG&E intends to continue its efforts to achieve this goal and it has not filed this motion to diminish in any way the impact of this accident on those people affected. In support of this goal, PG&E has admitted negligence. PG&E has admitted that its use of transmission pipe on Line 132 beginning in 1956 with a defective weld was negligent, and this negligence was a proximate cause of the rupture of the pipe on September 9, 2010.

As required by these proceedings, Plaintiffs' counsel filed a single Master Complaint that includes all claims of all Plaintiffs. The Master Complaint includes, among other allegations, causes of action sounding in negligence for wrongful death, physical injury, property damage, emotional distress of bystanders, and emotional distress of direct victims in the zone of danger. However, all Plaintiffs do not state facts in support of all the causes of action that they adopt in the Master Complaint.

By this motion, PG&E asks the Court to determine by summary adjudication which causes of action for negligent infliction of emotional distress may be asserted by certain Plaintiffs, which also may be indicative of many other claims not set for trial. More

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-1- JCCP 4 DEFENDANT PG&E'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF ITS MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS CLAIMS specifically, Plaintiffs who did not witness injuries to family members may not claim emotional distress as bystanders, and Plaintiffs who were not in proximity to the location where this accident happened may not make claims for emotional distress as direct victims.

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Other Plaintiffs who are not included in this motion may have similar claims that have not yet been discovered. The Court recently ordered the production of relevant records, and Plaintiffs' depositions are scheduled to take place over the coming weeks. The claims that are the subject to this motion may be representative of the other claims alleged by other Plaintiffs. Nonetheless, PG&E recognizes that many Plaintiffs have satisfied the legal standards for emotional distress claims. The Court's ruling on this motion will provide guidance to the parties and counsel as they work toward resolution of all the cases that are pending before the 10 Court. 11

12 П.

BACKGROUND

A.

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Gas Transmission Pipeline 132 and the Incident

Pacific Gas and Electric Company is a public utility operating in northern and central 14 15 California, delivering electricity and natural gas to approximately 5.2 million electric and approximately 4.3 million natural gas customers. Although the Master Complaint does not 16 distinguish between the two defendants, we note that defendant PG&E Corporation is a holding 17 company, and defendant Pacific Gas and Electric Company (hereinafter "PG&E") is the public 18 utility. PG&E installed, owned and operated gas transmission pipeline 132. $(UMF 1.)^{1}$ 19 Line 132 is approximately 46 miles long and runs the length of the San Mateo Peninsula 20 21 from Milpitas to San Francisco.² Originally constructed in 1948, a portion of Line 132 was rerouted to accommodate housing development in the Crestmoor neighborhood in 1956. Line 132 22

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Each undisputed material fact (hereinafter "UMF") is stated with cites to supporting evidence in the Separate Statement of Undisputed Material Facts in Support of Defendant Pacific Gas and Electric Company and PG&E Corporation's Motion for Summary Adjudication of Negligent Infliction of Emotional Distress.

is divided into numerical "segments" that correspond to different sections of the pipe. There are

The background facts in this section are verified in PG&E's supplemental response to 27 Form Interrogatory 15.1, attached as Exhibit 1 to the Evidence in Support of Defendants' Motion for Summary Adjudication of Negligent Infliction of Emotional Distress; Declaration of Gayle 28 L. Gough in Support Thereof (hereinafter "Evidence").

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DEFENDANT PG&E'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF ITS MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS CLAIMS

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approximately 357 segments in the total 46-mile length of Line 132, and the 20-foot section of pipe that ruptured was part of Segment 180.

On September 9, 2010, Segment 180 ruptured at mile point 39.28, at the intersection of Earl Avenue and Glenview Drive in San Bruno. (UMF 2.) The immediate explosion and fire resulted in the tragic deaths of eight people, personal injuries to other individuals, and property damage to nearby residences. Post-rupture metallurgical analyses of the 20-ft segment that ruptured reveal that a section of the pipe was missing the interior weld along its longitudinal seam. PG&E has admitted that its use of transmission pipe on Line 132 beginning in 1956 with a defective weld was negligent, and this negligence was a proximate cause of the rupture of the pipe on September 9, 2010. 10

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The Coordination Proceeding and the Master Complaint В.

After the San Bruno accident, lawsuits were filed in San Mateo Superior Court and San 12 Francisco Superior Court seeking compensatory damages, punitive damages, and other relief for 13 physical injury, emotional distress, and property damage. PG&E filed a petition to coordinate 14 the actions. The unopposed petition was granted, and sixty-five actions were coordinated 15 before the Honorable Steven L. Dylina of the San Mateo Superior Court. Thereafter more 16 actions joined these proceedings, and there are now 378 Plaintiffs in the litigation. 17

On June 3, 2011, Plaintiffs' counsel filed the Master Complaint for wrongful death, 18 survival claims, negligence, intentional infliction of emotional distress, battery, strict liability, 19 nuisance, trespass, and inverse condemnation. The third cause of action in the Master 20 Complaint contains the allegations that are at issue in this motion for summary adjudication. 21

The third cause of action in the Master Complaint for "Negligence" states that PG&E 22 breached its duty to exercise the utmost care and diligence in maintaining and operating the 23 pipeline. (Evidence Ex. 2, Master Complaint, ¶ 87, 88.) As a result, Plaintiffs allege that they 24 "were injured physically, emotionally, and/or economically, and/or were in the zone of danger 25 of the fire, and reasonably feared for their lives as they attempted to escape the raging inferno, 26 and/or witnessed close family members sustain serious injury as they attempted to escape the 27 raging inferno." (Id. at ¶ 87-90.) Causes of action for bodily injury, property damage, 28

> DEFENDANT PG&E'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF ITS MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS CLAIMS

emotional distress caused by harm to family members, and emotional distress suffered by direct victims in the zone of danger are included in the Master Complaint's allegations of negligence. (Id. at ¶90, 91.)

Plaintiffs provided information about their individual claims by filing Adoption Forms to designate the causes of action that they adopted in the Master Complaint and Claim Forms to summarize basic facts. In August 2011, the Court lifted the stay on discovery to allow Plaintiffs to request documents.³ In late November and December 2011, Plaintiffs began responding to discovery by serving "Fact Sheets" and documents. Fact Sheets are still being served as new Plaintiffs join the litigation and other Plaintiffs submit amendments.

In March 2012, the Court approved the selection of ten households for trial and eighteen 10 households as alternates. These cases were selected from four categories of cases ranging from 11 households who lost a family member to households where no one was at home when the 12 pipeline ruptured. In March 2012, the Court ordered the production of subpoenaed records 13 regarding Plaintiffs' claims. Depositions of Plaintiffs began on March 28, 2012. PG&E's 14 motions for summary adjudication are due on April 6, 2012, only nine days after these 15 depositions of trial plaintiffs began. Trial is set for July 23, 2012. 16

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Undisputed Material Facts re: Certain Emotional Distress Claims **C**.

The following facts are taken from Plaintiffs' Adoption Forms, Claim Forms, and Fact 18 Sheets. Several Plaintiffs have appeared for depositions so additional information may be 19 provided as to them. The depositions of the other Plaintiffs are scheduled and will be taken as 20 soon as possible. Plaintiffs' judicial admissions and declarations of the material facts relevant 21 to their claims for emotional distress are undisputed for purposes of this motion. As stated 22 above, PG&E intends to continue its efforts to resolve Plaintiffs' claims and it has filed this 23 motion not to diminish in any way the impact of this accident on those people affected. PG&E 24 now moves for summary adjudication of the negligence cause of action for emotional distress 25 with respect to the following plaintiffs: 26

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In response to broad requests for all documents relating to various people and subjects, PG&E produced more than 940,000 documents, comprised of more than 12 million pages. JCCP 4648

DEFENDANT PG&E'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF ITS MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS CLAIMS

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1. Timothy Gretter

On the date of the incident, Timothy Gretter lived with his parents, Diane and Gary Gretter, in the Crestmoor neighborhood at 1581 Claremont Drive. (UMF 3.) At the time of the explosion, Timothy was at Capuchino High School with the varsity football team. (UMF 4.) Timothy adopted the negligence cause of action and alleges he suffers from emotional distress. (UMF 5.) He is not claiming physical injury. (UMF 6.) Timothy also claims damage to personal property, which is not at issue in this motion. (Evidence Ex. 30.)

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2. Joanne Healy

At the time of the incident, Joanne Healy lived with her husband, William Healy, at 2496 9 Trenton Drive, which is one-half mile from Crestmoor Canyon. (UMF 9.) She was alone in her 10 home when the pipeline ruptured and thought something was wrong because she felt vibration 11 and heard loud noise. (UMF 10, 11.) She looked outside her window to see what had happened 12 and could see nothing wrong. (UMF 12.) Mrs. Healy did not investigate further, sat on her 13 couch, and waited for her husband to come home. (UMF 13.) When Mr. Healy arrived, there 14 was still no indication of smoke or flames on their side of the canyon. (UMF 14.) They climbed 15 to their roof and could see a yellow-orange haze on the horizon. (UMF 15.) Later, watching 16 television reports, Mrs. Healy came to understand what had happened. (UMF 16.) 17

Mrs. Healy adopted the negligence cause of action and alleges emotional distress, from
experiencing the vibration and watching television reports about the rupture. (UMF 16,
Evidence Exs. 3, 31.) She testified she was not injured in the incident or when she evacuated her
home more than an hour after the rupture, and "was fine" a few minutes after leaving the scene.
(UMF 17, 18.) She claims damage to personal property, which is not at issue in this motion.
(Evidence Ex. 31, 23 (J Healy Depo. 64:5-11).)

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3. William Healy

At the time of the pipeline rupture, William Healy was driving on Highway 35 about 10 minutes away from his residence. (UMF 21.) He did not witness any part of the explosion nor hear the noise of the explosion, although he felt heat as he drove home after the incident. (UMF 28, 22.) He adopted the negligence cause of action and alleges severe mental and emotional distress.

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-5- JCCP 4 DEFENDANT PG&E'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF ITS MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS CLAIMS (Evidence Exs. 4, 32.) When Mr. Healy evacuated from his house over an hour after the rupture, he also lost his footing and stumbled, without falling, against his chimney as his hands were full.
(UMF 24.) He claims damage to personal property, which is not at issue in this motion.
(Evidence Ex. 32.)

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4. Maryann Jensen

At the time of the incident, Maryann Jensen and her family lived at 1741 Earl Avenue in San Bruno. (UMF 27.) No one in the Jensen family was home when the pipeline ruptured. (UMF 28.) Maryann was at a friend's house at 445 Hazel Avenue in San Bruno. (UMF 29.) Maryann adopted the negligence cause of action and alleges that she suffers from emotional distress, but she does not allege physical injury. (UMF 30.) Maryann also claims damage to personal property, which is not at issue in this motion. (Evidence Ex. 33.)

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5. Michael T. Jensen

Michael T. Jensen, the son of Maryann Jensen, lived with his family at 1741 Earl Avenue in San Bruno, but at the time of the pipeline rupture, Michael was with his mother at a friend's house at 445 Hazel Avenue in San Bruno. (UMF 33.) Michael adopted the negligence cause of action and alleges that he suffers from emotional distress. (UMF 34.) Michael does not allege physical injury or property damage. (UMF 35.)

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6. Michael W. Jensen

Michael W. Jensen, the father of the Jensen Family, was at work near Chestnut Street in 19 San Francisco at the time of the pipe rupture. (UMF 38.) He was not aware of the incident until 20 his wife called him to tell him about the explosion and assure him that she and their children 21 were unharmed. (UMF 39.) Because his wife and children were unharmed, Mr. Jensen finished 22 his work shift before returning to San Bruno 45 minutes later. (UMF 40.) Mr. Jensen adopted 23 the negligence cause of action and alleges that he suffers from emotional distress. (UMF 41.) 24 He did not suffer physical injury. (UMF 42.) He also claims damage to personal property, 25 which is not at issue in this motion. (Evidence Ex. 35.) 26

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-6- JCCP 4 DEFENDANT PG&E'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF ITS MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS CLAIMS

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7. Sarah Jensen

At the time of the incident Sarah Jensen was with her mother and brother at a friend's house at 445 Hazel Avenue, San Bruno, CA. (UMF 45.) Sarah adopted the negligence cause of action and alleges that she suffers from emotional distress. (UMF 46.) Sarah does not allege physical injury. (UMF 47.)

8. Julio Locon, Jr.

Julio Locon, Jr. is the 17 year old son of Julio Locon and Antonia Falla-Locon, the 7 owners of the home at 2791 Concord Way in San Bruno, California. (UMF 50.) Julio Locon, Jr. 8 adopted the negligence cause of action and claims emotional distress and property damage. 9 (UMF 51.) At the time of the pipeline rupture, Julio Jr. was at Crocker Amazon Park in San 10 Francisco, California. (UMF 52.) Upon learning of the fire in San Bruno, he left and returned to 11 San Bruno. (UMF 53.) However, he did not go any further into the Crestmoor neighborhood 12 than the corner of Fairmont and Claremont, about a block south of Sneath Lane, where he found 13 his parents. (UMF 53.) He did not suffer physical injury. (UMF 54.) Julio Jr. saw a therapist 14 once, at the request of his mother. (UMF 55.) He also claims damage to personal property, 15 which is not at issue in this motion. (Evidence Ex. 37.) 16

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Christy O'Neill

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Christy O'Neill is the wife of Plaintiff Richard O'Neill and the owner of the home at 18 2730 Plymouth Way, a property that abuts Sneath Lane. (UMF 58, 59.) She was home when the 19 pipeline ruptured. (UMF 60.) Her home is more than 1,100 feet from the rupture site. (UMF 20 61.) She adopted the negligence cause of action and alleges severe mental and emotional 21 distress. (UMF 62.) She alleges physical injury but describes the injury as "subjected to and 22 experienced the associated extreme heat, deafening sound, shaking and smoke." (UMF 63.) 23 She does not state that any part of her body was affected. (UMF 64.) She claims damage to 24 personal property, which is not at issue in this motion. (Evidence Ex. 38.) 25

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10. Richard O'Neill

Richard O'Neill, the husband of Christy O'Neill, resides at 2730 Plymouth Way, a property that abuts Sneath Lane. (UMF 67, 68.) He was home when the pipeline ruptured,

DEFENDANT PG&E'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF ITS MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS CLAIMS

although his home was more than 1,100 feet from the rupture site. (UMF 69, 70.) He adopted the negligence cause of action and alleges severe mental and emotional distress. (UMF 71.) He alleges physical injury but describes the injury as "subjected to and experienced the associated extreme heat, deafening sound, shaking and smoke." (UMF 72.) He does not state that any part of his body was affected. (UMF 73.)

11. Sonia Salinda

Sonia Salinda is the wife of Ricardo Salinda, the mother of Richard Salinda, and the 7 owner of the home located at 1116 Glenview Drive. (UMF 76, 77.) She adopted the negligence 8 cause of action and claims emotional distress and property damage. (UMF 78.) At the time of 9 the pipeline rupture, Sonia was by herself at a gas station "at the intersection of Rollingwood and 10Sneath." (UMF 79.) This location is approximately one-half mile from the rupture site. (UMF 11 79.) Sonia alleges she "experienced anxiety and fear of nearly losing her husband and son from 12 the gas explosion" and emotional trauma from the loss of her belongings. (UMF 80.) She does 13 not claim physical injury. (UMF 81.) 14

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12. Adam Tafralis

At the time of the incident Adam Tafralis was in Ontario, Canada. (UMF 84.) He was 16 not present when the pipeline ruptured. (UMF 84.) He did not suffer physical injury and does 17 not have any physical limitations due to the fire. (UMF 85.) Adam did not arrive in San Bruno 18 until a day and a half after the incident. (UMF 86.) Adam Trafalis adopted the negligence cause 19 of action and alleges he suffers severe emotional distress, and property damage. (UMF 87.) He 20 alleges, "Responding party suffers from mental and emotional distress related to loss of use and 21 enjoyment of the home and related to the severe physical, emotional and mental injuries 22 sustained by his farther, Gregg Tafralis. Responding party suffers from stress ... because he was 23 not home with his family at the time of the subject incident Responding party also suffers 24

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13. Alexa Tafralis

Alex Tafralis, age 24, lived at home with her parents at 1100 Glenview Drive. (UMF 91.) She was not was not at home when the pipeline ruptured, and she did not suffer physical

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DEFENDANT PG&E'S MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT OF ITS MOTION FOR SUMMARY ADJUDICATION OF NEGLIGENT INFLICTION OF EMOTIONAL DISTRESS CLAIMS

emotional distress because he was released from his CFL contract after the fire" (UMF 88.)

injury. (UMF 92, 93.) She was driving south on Skyline Boulevard. (UMF 94.) Alexa adopted 1 the negligence cause of action and alleges she suffers severe emotional distress and property 2 damage. (UMF 95.) Alexa alleges, "Responding party suffers from emotional distress, 3 depression, stress, anxiety, nervousness and panic attacks resulting from the loss of her home in 4 the September 9, 2010, and the severe injuries sustained by her father, Gregory Tafralis. 5 Responding party suffers from loss and use and enjoyment of her home." (UMF 96.) 6

14. **Carlene Vasquez**

Carlene Vasquez was at the San Bruno Senior Center, 1555 Crystal Springs Road, San 8 Bruno, with her friends when the pipeline ruptured. (UMF 99.) Carlene heard about the incident 9 on the television at the Senior Center. (UMF 100.) Her husband Carlos was at home at 1127 10 Glenview Drive. (UMF 101.) Carlene did not suffer physical injury nor does she anticipate any 11 future physical injury as a result of the incident. (UMF 102.) The first time Carlene returned to 12 the Crestmoor neighborhood was not until four days after the incident. (UMF 103.) She adopted 13 the negligence cause of action and alleges she suffers severe emotional distress and property 14 damage. (UMF 104.) Carlene alleges, "Responding party suffers from sadness, discomfort, 15 nervousness, emotional turmoil, being tired, not always sleeping well, loss of sleep, inability to 16 concentrate, and lack of attention span all associated with the loss of her home and the personal 17 property ... destroyed by the fire, and concern for her husband, Carlos Vasquez" (UMF 18 105.) 19

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Catherine Viscarra 15.

Catherine Viscarra was not at her home at 1321 Claremont Drive when the pipeline 21 ruptured. (UMF 110.) She was in the car on highway 280 with her husband, Michael Viscarra, 22 driving to Foster City, when Mr. Viscarra first noticed smoke in his rearview mirror. (UMF 110, 23 115.) Catherine adopted the negligence cause of action and alleges she suffers emotional distress 24 and property damage. (UMF 108, 111.) Catherine did not suffer physical injury. (UMF 109.) 25

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Michael Viscarra 16.

Michael Viscarra adopted the negligence cause of action and alleges he suffers emotional 27 distress and property damage. (UMF 114) Michael Viscarra was on his way to Foster City to 28

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with his wife Catherine at the time of the incident. (UMF 110, 115.) He saw smoke in the rear view mirror as they drove south on highway 280. (UMF 116.) He did not learn that something had happened in San Bruno until after he arrived in Foster City. (UMF 117.) Michael did not suffer physical injury. (UMF 118.)

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17. Jordan Zapata

Jordan Zapata was driving home from work in Millbrae, northbound on highway 280 with his girlfriend when the pipeline ruptured. (UMF 121.) Jordan did not suffer physical injury. (UMF 122.) Jordan adopted the negligence cause of action and alleges he suffers emotional distress and loss of past earnings. (UMF 123.) Jordan alleges that he suffers emotional distress "as a result of the explosion and fire and the destruction and rebuilding of his 10 neighborhood." (UMF 124.) 11

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III. LEGAL ANALYSIS

A. Summary Adjudication

Summary adjudication is properly granted if there is no disputed question of material fact 14 and a cause of action alleged in the pleadings may be decided as a matter of law. (Code Civ. 15 Proc., § 437c(c), (f); Aguilar v. Atlantic Richfield Co. (2001) 25 Cal.4th 826, 843; Juge v. County 16 of Sacramento (1993) 12 Cal.App.4th 59, 67 (matters at issue determined by pleadings).) "[T]he 17 purpose of summary adjudication 'is to expedite litigation" (See Burton v. Security Pacific 18 Nat. Bank (1988) 197 Cal.App.3d 972, 976-977.) A defendant moving for summary adjudication 19 may show that the plaintiff cannot establish an element of a cause of action. (See Code Civ. 20 Proc., § 437c, subd. (f)(1), (p)(2).) Where several causes of action are pleaded as one cause of 21 action in the complaint, summary adjudication is permitted on one or more of the causes of 22 action. (See Lillenthal & Fowler v. Superior Court (1993) 12 Cal.App.4th 1848, 1854; CDF 23 Firefighters v. Ricard A. Maldonado (2011) 200 Cal.App.4th 158, 165; Allstate Insurance 24 Company v. Mel Rapton, Inc. (2000) 77 Cal.App.4th 901, 909 ("[W]here a torteasor's single act 25 causes the plaintiff to suffer both personal injury and property damage, there are two causes of 26 action.")) 27

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Here, summary adjudication of each cause of action for negligent infliction of emotional distress, described above, is proper because these Plaintiffs have not sustained a physical injury, witnessed an injury to a family member, or suffered emotional distress as a "direct victim" in the zone of danger. Plaintiffs described in this motion may have compensable property damage does not support a claim for emotional distress.

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B. <u>Claims for Negligent Infliction of Emotional Distress</u>

"Negligent infliction of emotional distress is a form of the tort of negligence, to which 7 the elements of duty, breach of duty, causation and damages apply. The existence of a duty is a 8 question of law." (Huggins v. Longs Drug Stores California, Inc. (1993) 6 Cal.4th 124, 129-9 130; Marlene F. v. Affiliated Psychiatric Medical Clinic, Inc. (1989) 48 Cal.3d 583, 588.) 10 "The law of negligent infliction of emotional distress in California is typically analyzed ... by 11 reference to two 'theories' of recovery: the 'bystander' theory and the 'direct victim' theory." 12 (Gu v. BMW of North America, LLC (2005) 132 Cal.App.4th 195, 204 (quoting Burgess v. 13 Superior Court (1992) 2 Cal.4th 1064, 1071).) 14

Plaintiffs who did <u>not</u> witness injury to family members (i.e., plaintiffs who were *not*"bystanders") cannot establish a duty was breached by PG&E with respect to a "bystander
injury." Plaintiffs who were <u>not</u> in geographic proximity to the pipeline rupture (who were <u>not</u>
"direct victims") cannot establish a duty was breached by PG&E with respect to a "direct
victim" of emotional distress. In other words, certain Plaintiffs, as included in this motion,
cannot establish a cause of action for emotional distress on claims of bystander injury or direct
injury, and claims of property damage do not support allegations of emotional distress.

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1. Emotional Distress of Bystander

Plaintiffs included in this motion have not alleged facts establishing a "bystander" claim
for emotional distress. A "bystander" claim seeks recovery for damages for emotional distress
caused by witnessing an injury to a close relation. (See, e.g., *Dillon v. Legg* (1968) 68 Cal.2d
728 (allowing mother's cause of action for emotional distress caused by witnessing defendant
negligently crash his car into, thereby injuring and killing her infant child).) "[B]ystander
liability is premised upon a defendant's violation of a duty not to negligently cause emotional

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"The [California] Supreme Court held to recover for negligent infliction of emotional distress as a bystander the plaintiff must plead and prove he or she '(1) is closely related to the injury victim; (2) is present at the scene of the injury-producing event at the time it occurs and is then aware that it is causing injury to the victim; and (3) as a result suffers serious emotional distress—a reaction beyond that which would be anticipated in a disinterested witness and which is not an abnormal response to the circumstances."" (*Ra v. Superior Court* (2007) 154 Cal. App. 4th 142, 148 (citing *Thing v. La Chusa* (1989) 48 Cal.3d 644, 667-68.))

The *Thing* court expressly disapproved suggestions in prior cases that a negligent actor
is liable to all those "who may have suffered emotional distress on viewing or learning about the
injurious consequences of his conduct," rather than on viewing the injury-producing event itself.
(*Id.* at p. 668; see *Bird v. Saenz* (2002) 28 Cal.4th 910, 915–916 (describing *Thing*'s three
requirements as "mandatory" and "exclusive").)

Plaintiffs Sonia Salinda, Adam Tafralis, Alexa Tafralis, and Carlene Vasquez allege 15 emotional distress as a result of injuries to relatives. Ms. Salinda alleged that she feared for the 16 safety of her husband and son, but she was at the gas station and was not present when any 17 injury occurred to them. Likewise, neither Adam Tafralis nor Alexa Tafralis was present when 18 any injury occurred to their father. (Compare Scherr v. Las Vegas Hilton Hotels Corporation 19 (1985) 168 Cal.App.3d 908 (wife could not state cause of action for emotional distress by 20 watching live news broadcast of hotel fire where husband was staying because she had did not 21 witness injury to husband.)) Carlene Vasquez also was not present to observe any injury to her 22 husband. 23

None of the Plaintiffs who are the subject of this motion have a cause of action for
negligent infliction of emotional distress based on a bystander claim. Other Plaintiffs may be
similarly situated, in that they may not have witnessed or been present as a "bystander" to
observe any injury to others, but records are just starting to be produced pursuant to subpoena
and depositions also are just starting.

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2. "Direct Victim" Claims

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Plaintiffs included in this motion have not alleged facts establishing a "direct victim" 2 claim for emotional distress. A "direct victim" claim seeks to recover for emotional distress 3 caused by the defendant's conduct directed at the plaintiff, subjecting the plaintiff to an 4 unreasonable risk of personal injury or illness, in violation of a duty owed by the defendant to 5 the plaintiff. (Molien v. Kaiser Foundation Hospitals (1980) 27 Cal.3d 916, 927-28; see also 6 Burgess, 2 Cal.4th at 1073 & fn. 6; Wooden v. George Henry Raveling (1998) 61 Cal.App.4th 7 1035, 1045.) Damages for emotional distress are recoverable where defendant breaches a duty 8 encompassing plaintiff's emotional condition that is (1) assumed by the defendant, (2) imposed 9 on the defendant as a matter of law; or (3) that arises out of relationship between the two. 10 (Burgess, supra, 2 Cal.4th at 1073; Marlene F. v. Affiliated Psychiatric Medical Clinic, Inc. 11 (1989) 48 Cal.3d 583, 590.) 12

Cases where a plaintiff had to flee an immediate physical danger to the plaintiff may be 13 interpreted, depending on the particular circumstances, as "direct victim" claims based on a duty 14 imposed by law. In Wooden v. George Henry Raveling (1998) 61 Cal.App.4th 1035, the 15 defendant was driving negligently near the plaintiff's home when he crashed into another car, 16 propelling his car at high speed onto plaintiff's property toward the plaintiff but not striking her. 17 The plaintiff sued, alleging she "was placed in fear of being severely injured or killed by 18 [defendant's car]," and thus a "direct victim" of defendant's negligence. She did not allege any 19 physical injury. The court overruled a demurrer to her cause of action, permitting her to make a 20 claim as a "direct victim" in immediate fear for her own safety and in the path of harm's way. 21

In contrast, recovery for emotional distress damages was not allowed in *Lawson v*. *Management Activities, Inc.* (1999) 69 Cal.App.4th 652. In *Lawson*, the plaintiffs watched a plane fall out of the sky and crash near them. The plaintiffs sued the owners and operators of the plane for "the 'serious, substantial and enduring mental anguish' occasioned by the crash" based on allegations that they feared the plane would crash into them and also feared injury from the ensuing explosion. (*Id.* at 644.) The court used the "seven factors traditionally used by our Supreme Court to determine the existence of a duty" to analyze "whether the duty of care

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necessarily attendant upon operating an airplane extends as far as those who fear for their own safety in a crash, even though they remain literally untouched." (*Id.* at 657.) In contrast to *Wooden*, the court found that it did not. (*Ibid.*) The court held that "case law does not require imposition of a duty on operators of airlines to avoid the emotional trauma inherent in any crash to otherwise unhurt bystanders." (*Id.* at 660.) Likewise, where the bystander is remote from the incident and learns the details from the media, there is no cause of action for emotional distress. (*Christensen v. Superior Court* (1991) 54 Cal.3d 868, 901.)

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8 Plaintiffs who are the subject of this motion were not a "direct victim" of the pipeline rupture. None was in proximity of the pipeline when the rupture occurred. None was 9 personally subjected to an unreasonable risk of physical injury or illness. Timothy Gretter was 10 at the high school with the varsity football team. William Healy was driving on Highway 35, at 11 least 10 minutes away by car. The Jensen family was at a friend's house, except Mr. Jensen 12 who was at work in San Francisco. Julio Locon was in San Francisco. Sonia Salina was at a 13 gas station half a mile away. Adam Tafralis was in Canada. Alexa Tafralis was driving south 14 on Skyline Boulevard, and Jordan Zapata was driving north on highway 280. Carlene Vasquez 15 was not home and neither were the Viscarras, who were driving south on highway 280. 16

Christy and Richard O'Neill were at home, but their home was at the north end of the 17 neighborhood, abutting Sneath Lane. The O'Neills and Joanne Healy contend that they were 18 exposed to extreme heat, deafening sound, shaking and smoke. In Lawson, supra, the court 19 noted that the plaintiffs may have felt "heat, wind and vibration," but concluded these 20 perceptions were not physical injury and the plaintiffs were not claiming more than emotional 21 distress, which the court determined was not recoverable. The O'Neills do not allege any 22 physical affect and the gravamen of their complaint is emotional distress at a location remote 23 from the rupture. 24

Likewise, Joanne Healy was at home, on the other side of Crestmoor Canyon, one-half mile from the fire. She remained in her house for over an hour before leaving, and she learned the details of the incident through television. She testified she was not physically injured in the fire and felt "fine" after she left her home.

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1 .	None of the Plaintiffs who are the subject of this motion have a cause of action for
2	negligent infliction of emotional distress as a direct victim of emotional distress.
3	3. Emotional Distress Claims and Property Damage
4	Emotional distress damages are generally not available in negligence claims
5	involving only property damage. (Cooper v. Superior Court (1984) 153 Cal.App.3d 1008,
6	1012 (plaintiff could not recover emotional distress when the defendant's tractor rolled onto
7	the plaintiff's property, causing damage to her home, grounds and swimming pool.)
8	In Kelly v. CB&I Constructors, Inc. (2009) 179 Cal.App.4th 442, 456, the court
9	permitted recovery for annoyance and discomfort damages on nuisance and trespass claims
10	while at the same time prohibiting recovery for emotional distress. (Id. at 456-57.) In Kelly
11	v. CB&I Constructors, Inc., the court held that a nonresident property owner was not entitled
12	to recover annoyance and discomfort damages. (Id. at 459.) In reaching the conclusion that
13	only an occupant in possession of real property may recover an award for annoyance and
14	discomfort, the court clearly distinguished annoyance and discomfort from emotional
15	distress:
16	But annoyance and discomfort damages are distinct from general
17	damages for mental and emotional distress. Annoyance and discomfort damages are intended to compensate a plaintiff for the loss of his or her peaceful occupation and enjoyment of the property. As the court explained
18	in <i>Webster v. Boone</i> (Colo.Ct.App. 1999) 992 P.2d 1183, 1185–1186, "We recognize that annoyance and discomfort by their very nature include a
19	mental or emotional component, and that some dictionary definitions of
20	these terms include the concept of distress. Nevertheless, the 'annoyance and discomfort' for which damages may be recovered on nuisance and
21	trespass claims generally refers to distress arising out of physical discomfort, irritation, or inconvenience caused by odors, pests, noise, and
22	the like Our cases have permitted recovery for annoyance and discomfort damages on nuisance and trespass claims while at the same
23	time precluding recovery for 'pure' emotional distress" (Citations omitted). [¶] This view is consistent with the Supreme Court's holding in
24	Kornoff, supra, 45 Cal.2d 265.
25	(Kelly v. CB&I Constructors, Inc., supra, 179 Cal.App.4th at 456-457 [emphasis added].)
26	Plaintiffs here allege claims for damage to property. Those claims do not permit
27	recovery for emotional distress. Even if they could state a claim for trespass or nuisance,
28	they would not be permitted to recover for emotional distress. (PG&E has been working
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1	with many Plaintiffs to mitigate annoyance and discomfort damages.) The law does not
2	permit Plaintiffs to recover emotional distress based on harm to property.
3	IV. <u>CONCLUSION</u>
4	For all the reasons stated, PG&E respectfully requests that the Court rule as a matter of
5	law on the claims for emotional distress discussed in this motion. Rulings on these claims will
6	not preclude any Plaintiff from receiving compensation on all claims that they have properly
7	alleged. Further, other Plaintiffs may have similar claims that are not yet discovered, and the
8	Court's ruling will provide guidance to the parties as they move toward resolution of the cases.
9	DATED: April 6, 2012 Respectfully submitted,
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11	- Ale P Hora
12	By: Kate Dyde
13	Clarence, Dyer & Cohen LLP John J. Lyons
14	Latham & Watkins LLP
15	Gayle L. Gough Sedgwick LLP
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