ELECTRONICALLY FILED Superior Court of California County of Santa Cruz April 08, 2025 Clerk of the Court by Deputy, 1 KERSHAW TALLEY BARLOW PC Brittany Wist William A. Kershaw (SBN 057486) 2 bill@ktblegal.com Ian J. Barlow (SBN 262213) 3 ian@ktblegal.com Jack R. Davis (SBN 350365) 4 jack@ktblegal.com 5 401 Watt Avenue, Suite 1 Sacramento, California 95864 6 Telephone: (916) 779-7000 Facsimile: (916) 244-4829 7 Attorneys for Plaintiffs and the putative Class 8 9 SUPERIOR COURT OF THE STATE OF CALIFORNIA 10 COUNTY OF SANTA CRUZ 11 Case No.: 25CV01147 KARIN ANDERSON, individually and on 12 behalf of all others similarly situated; ANTHONY GUAJARDO, individually and on **CLASS ACTION** 13 behalf of all others similarly situated; MARY LOCKE, individually and on behalf of all **COMPLAINT FOR** 14 others similarly situated; and JULIE GERACI, **INJUNCTIVE RELIEF** 15 individually and on behalf of all others similarly situated, 1. Public Nuisance 16 2. Private Nuisance Plaintiffs, 17 18 v. **DEMAND FOR JURY TRIAL** 19 PACIFIC GAS & ELECTRIC COMPANY and PG&E CORPORATION, 20 Defendants. 21 22 Plaintiffs hereby complain of Defendants, and each of them, for causes of action and allege 23 as follows: 24 **INTRODUCTION** 25 1. The Capitola Village is a small area consisting of several blocks near the waterfront 26 in the beach town of Capitola. It includes a picturesque collection of small homes and apartments 27 alongside local businesses. Year-round residents make up a tightly knit community. Those who 28 CLASS ACTION COMPLAINT

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live and vacation in Capitola Village see it as a place of peace and refuge.

2. Early on Christmas morning of 2024, the residential property at 105 Lawn Way in Capitola exploded. The blast and resulting fire completely devastated the property, which was a two-story residential building. The west wall and the floor of the second story were entirely blown out, and the fire consumed virtually all of the fixtures and items inside.

3. The following photo shows 105 Lawn Way several hours after the explosion:



- 4. In the course of the firefighting and subsequent investigation, it was determined that the source of the explosion was natural gas coming from an underground plastic gas service line owned and operated by Defendants Pacific Gas & Electric Company and PG&E Corporation (together "PG&E").
- 5. Further investigation revealed that an electrical meltdown or arcing event from the underground electrical supply line, also owned and operated by PG&E, melted holes into the nearby gas service line, releasing gas into the environment where it built up over several hours until it reached an ignition point inside 105 Lawn Way. The heat generated by the underground electrical event became so hot that packing sand between PG&E's electrical and gas lines melted and clumped inside the trench.

- 6. This Christmas Day catastrophe represents the "tip of the iceberg" with respect to the dangerous and ultra-hazardous conditions existing underneath the ground in Capitola Village with respect to placement of the underground utilities throughout Capitola Village, a significant percentage of which are out of compliance with the California Public Utilities Commission ("CPUC") regulations, internal PG&E guidelines, California Civil Code section 1714 and the common law duty of reasonable care. The following factual description of this Christmas Day catastrophe at 105 Lawn Way and the reason it happened provides but one graphic example of the dangerous conditions beneath Capitola Village. These persistent dangerous conditions of public and private property create a substantial risk of injury to members of the general public including the visiting public, class members, and businesses within the class definition area (see paragraph 78, infra.)—and will continue to do so, until such underground utility violations are corrected.
- 7. At the time of this Christmas Day catastrophe, one resident of the building was inside 105 Lawn Way when it exploded. She suffered substantial personal injuries, including a severe concussion, potential traumatic brain injury ("TBI"), and has been diagnosed with Post Traumatic Stress Disorder ("PTSD") as well as other neurological conditions since the explosion.
- 8. Numerous individuals experienced property damage and loss of income relating to their homes, rental properties and small businesses as a result of the explosion. For example, a restaurant which is adjacent to and shares a wall with 105 Lawn Way was severely impacted. The explosion and fire substantially damaged the building, and the firefighting efforts inundated the entire building with water which soaked into the ceiling, walls, and items of property inside. The restaurant business closed immediately and will remain closed until intensive remediation and reconstruction work is completed.
- 9. Beyond these acute injuries and pecuniary losses, the explosion profoundly impacted the Capitola community. Residents experienced emotional distress hearing the explosion and witnessing the fire burn down 105 Lawn Way. Residents and local business owners are extremely concerned that because the conditions and configurations of the gas and electric lines are the same or similar to those at 105 Lawn Way throughout the area, the dangerous conditions

which provoked the electrical meltdown and gas leak are present throughout Capitola Village. They rightly fear that another leak and explosion could occur again given the underground conditions in the Village in conjunction with saltwater intrusion, a phenomenon commonly known to occur due to the fact that the Village lies at low elevation along the coast.

- Representative Plaintiffs Karin Anderson, Anthony Guajardo, Mary Locke, and Julie Geraci ("Plaintiffs") are emblematic of the fear and uncertainty experienced by the Capitola Village community. Karin Anderson, Mary Locke, and Julie Geraci live and/or own houses in Capitola Village near 105 Lawn Way. Anthony Guajardo owns and operates a business in Capitola Village, Mijo's Taqueria, and is a leader in the business community, serving as a board member of multiple local business organizations.
- Plaintiffs have been greatly distressed by the findings on the cause and origin of 11. the explosion which suggest that the layout of the gas and electric lines could be similar throughout the Capitola Village, meaning that the likelihood for another explosion is present and imminent throughout Capitola Village.
- 12. Excavation of the utility trench near 105 Lawn Way revealed that the gas and electric lines were too close together, in violation of CPUC General Order 112-F section 144.3 and General Order 128 section 31.4 which provide that gas and electric service lines shall be separated by at least 6 inches when crossing and 12 inches when paralleling. In fact, recent digging around Capitola Village has revealed numerous additional locations where the gas and electric lines are too close together, in violation of, inter alia, the duty of reasonable care and CPUC regulations.
- 13. Furthermore, excavation of the utility trench near 105 Lawn Way revealed that PG&E had left a non-operational defunct steel gas line underground in close proximity to the active gas and electric lines. This defunct steel gas line likely acted as a conductor, exacerbating the severity of the underground meltdown event which led to the gas leak and explosion.
- 14. The instant action seeks injunctive relief on behalf of Plaintiffs, residents, business owners in Capitola Village as well as the visiting public, to order Defendants to remediate their gas and electric lines to make them safe, particularly considering the intrusion of seawater which

1	over the last few years has periodically inundated Capitola Village and left gas and electrical lines
2	under salt water for days at a time.
3	JURISDICTION AND VENUE
4	15. This Court has personal jurisdiction over Defendants Pacific Gas & Electric
5	Company and PG&E Corporation since they are incorporated and have their headquarters in
6	California, and therefore are residents of California.
7	16. The amount in controversy in this action exceeds the jurisdictional minimum for
8	an unlimited civil action in this Court.
9	17. Venue is proper in this Court since Defendants Pacific Gas & Electric Company
10	and PG&E Corporation conducted business in the County of Santa Cruz which caused personal
11	injury and property damage to individuals within the County of Santa Cruz.
12	<u>PARTIES</u>
13	A. Representative Plaintiffs
14	18. <b>Plaintiff Karin Anderson</b> is a resident of Capitola Village residing at 119 Lawn
15	Way, Capitola Village, CA, 95010
16	19. Plaintiff Anthony Guajardo owns and operates Mijo's Taqueria located in
17	Capitola Village at 200 Monterey Ave. Ste 2., Capitola, CA 95010.
18	20. <b>Plaintiff Mary Locke</b> is a resident of Capitola Village residing at 130 Lawn Way,
19	Capitola, CA 95010
20	21. <b>Plaintiff Julie Geraci</b> is a resident of Capitola Village residing at 114 Esplanade,
21	Capitola, CA 95010.
22	B. Defendants
23	22. <b>Defendant Pacific Gas &amp; Electric Company</b> ("PG&E") is a combination natural
24	gas and electric utility which provides gas and electric service to millions of customers in northern
25	and central California. Defendant PG&E is incorporated in California and has its headquarters at
26	300 Lakeside Dr., Oakland, CA. Defendant PG&E is a subsidiary of Defendant PG&E
27	Corporation.
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23. **Defendant PG&E Corporation** is the parent company of Defendant PG&E. Defendant PG&E Corporation is incorporated in California and has its headquarters at 300 Lakeside Dr., Oakland, CA.

# FACTUAL ALLEGATIONS

## A. The Explosion

- 24. Capitola is a small, quiet beach community. The total population as of the 2024 census is 9,456, and the town spans only a small area of 1.59 square miles.
- 25. 105 Lawn Way in Capitola sat at the heart of the Capitola Village, a small community of homes and local businesses right by the beach. It was a two-story residential building with four units, three occupied by residential lessees and one serving as a Bed & Breakfast rental.
- 26. The following screenshot from the County of Santa Cruz GIS shows the Capitola Village area, with 105 Lawn Way (as it was prior to the explosion) marked with a red dot:



- 27. Early in the morning of December 25, 2024, at approximately 3:00 a.m., the electricity went out in Capitola Village.
- 28. At approximately 5:05 a.m., an extreme and violent explosion occurred at 105 Lawn Way. The building was obliterated, especially along the western side at street level.

29. The following is a screenshot of a video taken by Plaintiff Julie Geraci showing 105 Lawn Way burning immediately after the explosion:



30. The following photos show additional views of 105 Lawn Way in the days following the explosion:



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- 31. 105 Lawn Way was a two-story residential building consisting of two units on the ground floor and two units on the second floor. Three of the units were occupied by tenants at the time of the explosion and the fourth unit served as a Bed & Breakfast unit.
- 32. One of the three residents was at home at the time of the explosion. She was sleeping next to an interior side of the building near the origin of the explosion and sustained severe personal injuries.
- 33. The other two residents of the building were luckily not at home in the building at the time of the explosion due to fortuitous, last-minute decisions to stay elsewhere at Christmas time.
- 34. The blast blew out the walls, collapsing the entire structure and damaging the structural integrity of the adjacent building. The fire consumed virtually all of the personal property and furnishings inside 105 Lawn Way, rendering it utterly uninhabitable and unrecognizable.
- 35. Glass shards and other debris forcefully pelted neighboring homes, creating projectile shrapnel which lodged in the side of those structures. The blast melted paint and blew out windows in some of the surrounding homes. Unknown quantities of fire residue and toxic contaminants from the building materials, including asbestos, were released onto neighboring

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- 36. Firefighters arrived shortly after the explosion. The fire suppression effort inundated the building with a deluge of water. The roof of the adjacent restaurant building at 103 Lawn Way, which had holes cut in it by firefighters, was also inundated with water, which leaked into the building via those holes and other damaged areas created by the explosion. The water soaked into the insulation and drywall in the ceilings and many walls of both the first and second floors. Subsequent environmental testing revealed that airborne fire residue entered the building as well. Additionally, subsequent testing showed that the drywall remained waterlogged several weeks after the explosion, making the growth of toxic black mold an inevitable occurrence, necessitating the removal and replacement of the drywall and insulation of most ceilings and many walls in the building. The restaurant closed immediately following the explosion and will remain closed indefinitely until remediation and reconstruction are completed. All of the food inventory had to be discarded, and the extent of the damage to items such as the kitchen appliances is currently being evaluated.
- 37. Nearby local businesses also experienced property damage and business losses due to reduced traffic by virtue of the disruption and fear generated in the community. Indeed, the force of the explosion was so great that earrings in display cases were pushed out of their felt holders and shattered in a jewelry store, Phoebe's Fine Art and Jewelry, located on the next block and over 200 feet from 105 Lawn Way. Since the explosion happened on Christmas morning, the days that followed were days that many people had off from work and were otherwise lucrative days for local businesses who rely heavily on tourist traffic. Many patrons and tourists continue to avoid Capitola Village and its shops for fear that conditions are ripe for another explosion.
- 38. PG&E has performed initial trench work to look at and measure its electrical and gas lines. This work has been disruptive to the community and entailed blocking off important streets throughout the Village. It has obstructed business activities—particularly during the important spring break tourist season—and interfered with residential enjoyment in Capitola Village.
  - 39. Disturbingly, PG&E's recent digging has uncovered several areas where its gas

and electric lines are even closer together than they were in the ground at 105 Lawn Way, in violation of the duty of reasonable care, PG&E's internal guidelines, and CPUC General Order 112-F section 144.3 and General Order 128 section 31.4 which require gas and electric lines to be 12 inches apart when paralleling and 6 inches apart when crossing.

#### В. Cause and Origin

- 40. It is well-known that in Capitola Village, seawater frequently floods the area during storms, which can sit for some time until it is pumped out, evaporates, or sinks into the earth.
- 41. PG&E supplies gas and electric services to the Capitola Village area, including to 105 Lawn Way.
- 42. There was an electrical cable housing box bearing the marking "PG&E" in the ground approximately five feet from the southwest corner of 105 Lawn Way.
- 43. This electrical box held the splice connectors to electrical power supply lines which ran underground.
  - The following is a photo of the electrical supply lines in the box by 105 Lawn Way: 44.



- 45. During the firefighting efforts, a gas leak became the suspected origin of the fire when flames persisted in certain areas despite being doused with water. The gas supply was then turned off and the fire was suppressed.
- 46. After the fire was out and the area was secured, the area beneath and around the electrical box was excavated. This revealed that gas and electrical supply lines, along with AT&T cable lines, run parallel to one another in close proximity underground. The active gas supply line was a yellow plastic PVC type of piping.

- 47. There was a significant melted area of sand underground. Notably, the yellow gas supply line was visibly melted through in several spots, which was the source of the gas leak.
  - 48. A photo of the section of the gas supply line showing the melted spots is as follows:



49. A photo of the melted gas supply line in the ground among the other partially uncovered parallel lines is as follows:



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50. As digging progressed, three melted electrical supply cables were uncovered.

- 51. Since there was no other cable in the ground carrying the necessary voltage to melt surrounding sand and nearby pipes to the degree found at this site, the electrical supply cables are the only possible cause of the electrical arcing event which was responsible for melting and penetrating the active gas line, creating holes in it.
- The fact that the power went out in the Capitola Village area at approximately 3:00 52. a.m. on December 25, 2024, several hours before the explosion, further supports the fact that the PG&E electrical supply cable caused the melting event which ultimately penetrated PG&E's adjacent yellow gas line. The power likely went out as part of the melting event, which would mean that gas would have had from approximately 3:00 a.m. to approximately 5:05 a.m. to release and build up under, in, and around 105 Lawn Way until it found an ignition point.
- 53. On or about January 15, 2025, counsel for Plaintiffs and the putative class convened an informational town hall meeting. Putative class counsel had worked with their clients and other community members to obtain photographs of the gas and electric lines as they were uncovered by PG&E workers and others in the days following the explosion. Counsel presented the findings about the melted holes in the gas line and the evidence of an electrical arcing event to the community, which prompted questions and discussion about the layout and condition of the gas and electric lines throughout Capitola Village.
- 54. On or about February 13, 2025, representatives from PG&E met at the Capitola City Hall with a member of the city council, members of the business community, and Capitola residents. During this public meeting, Ms. Teresa Alvarado, Vice President of the South Bay & Central Coast Region for PG&E, stated that the cause of the explosion was an underground electrical fault in an electrical line which melted a hole into the nearby gas line. Specifically, PG&E described the "root cause" as the proximity of its gas and electrical lines. During this public meeting, Plaintiffs and putative class counsel's other clients posed questions to PG&E personnel regarding the condition of the gas and electrical piping under the ground throughout Capitola Village. With prior consultation from putative class counsel, Plaintiffs and class members inquired of PG&E personnel how they could be sure, given the periodic intrusion of salt water and the



- 59. When the three electrical cables are travelling underground, the majority of the time, they are housed in a plastic housing or conduit pipe approximately 4 inches in diameter.
- 60. However, the conduit pipe ended several feet away from the electrical box on each side. This meant that the electrical cables travelled unprotected in the earth for several feet before they came up into the enclosure of the electrical box.
- 61. Based on the location of the melted area as it was uncovered after the explosion, the melting event likely occurred in the section of the electrical cables that were unprotected in the earth near the electrical box and perhaps surrounded by seawater or damp conditions.
- 62. A photo showing the conduit pipe ends at the top and bottom of the photo containing the electrical supply cables is as follows (note that in this photo, the melted section of gas line had already been replaced and the melted ends of the electrical cable had been cut off and removed):

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- In addition to the gas supply line and the electrical supply cables, there were several 63. other lines in the ground at the site of the explosion origin.
- 64. Notably, there was a defunct, non-operational steel gas line owned and previously operated by PG&E running parallel to the gas and electric lines in the ground. This defunct steel gas line appeared highly corroded and likely melted as well, contributing to the extreme heat event.
  - A photo of pieces of the defunct steel gas line is reflected below: 65.

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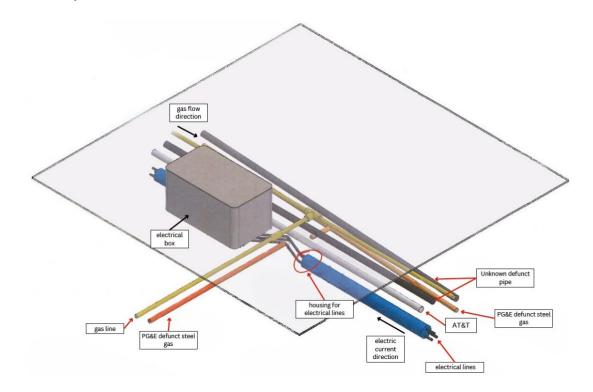


- 66. The defunct or "orphaned" steel gas line ran parallel in close proximity to the electrical supply cables and to the gas line, so when the electrical meltdown event occurred, the orphaned/defunct steel gas line would have acted as a conductor for electricity and heat, further contributing to the underground meltdown at that site.
- 67. The close proximity of the defunct or orphaned steel gas line to the active gas and electric lines violated CPUC General Order 112-F section 144.3 and General Order 128 section 31.4, which require active gas and electric lines to be separated from "other pipe systems or other foreign substructures" by at least 12 inches when paralleling and 6 inches when crossing.
- 68. The recurring presence of seawater in the area also likely contributed to corrosion of the electrical cables and the other pipes, as well as the conduction of heat and electricity.
- 69. In addition to the active gas line, the defunct gas line, and the three electrical cables in the conduit, there were also: (1) a cable and internet line owned by AT&T, encased in a light gray conduit; and (2) two other defunct, non-operational lines of an electrical nature whose origin and use are unknown, encased in black conduits.

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70. A diagram approximating the locations of the collection of pipes underground at 105 Lawn Way is as follows:



71. In sum: Electrical supply cables and gas service lines, both owned by PG&E, ran parallel to one another in close proximity underground. Early in the morning of December 25, 2024, an electrical short, arcing, or meltdown event in one of the electrical cables running outside of the conduit directly in the earth melted and combusted the surrounding material, melting a hole into the gas service line which caused gas to build up over several hours until it reached an ignition point and exploded. The corrosion from the recurring seawater intrusions, as well as the presence of the defunct PG&E steel gas line and bevy of other cables, contributed to the meltdown.

#### C. **Dangerous Conditions Remain**

72. Following Plaintiffs' ongoing complaints to PG&E following the January 15, 2025 informational town hall, as well as complaints by Plaintiff Karin Anderson and other community members directly to PG&E in the February 13, 2025 town hall meeting, PG&E sent a public email notice on or about March 20, 2025 to community members including Plaintiff Guajardo that they would begin excavations in Capitola Village to ascertain the conditions and layout of the gas and electric lines throughout Capitola Village. This email stated that excavation would begin on March 26, 2025 and be completed by March 28, 2025.

73. PG&E began undertaking excavations in Capitola Village on or about March 26, 2025.

74. Community members including Plaintiff Anderson witnessed the excavations and the gas and electric lines that were uncovered. In numerous locations, the gas lines were within 6 inches of an electrical line, in violation of CPUC General Orders and PG&E's internal regulations.

75. As one example, the following photo shows PG&E gas and electric lines in "Hole 14A" where the gas and electric lines were measured as being only 1 inch apart:



76. Another example is "Hole 15A" where the gas and electric lines were measured as being only 3.5 inches apart, as seen in the following photo:

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- 77. While all the various pipes and service lines in Hole 14A and Hole 15A have not been identified by Plaintiffs, the numerous pipes in the above photos are consistent with the defunct or "orphaned" PG&E steel gas service line being present in these locations and throughout Capitola Village.
- 78. Additionally, the above photos of Hole 14A and Hole 15A appear to show active electric cables running directly in the earth and not encased within a conduit pipe, which was the condition of the electric cables outside of 105 Lawn Way when the meltdown event occurred.
- 79. On or about March 31, 2025, PG&E again emailed community members, including Plaintiff Guajardo, stating that the excavations would not be completed until April 2, 2025.
- 80. These excavations have been highly disruptive to the life and commerce of the Capitola Village. Important streets near the beachfront have been blocked off, greatly reducing the amount of traffic upon which local businesses depend. Moreover, this is occurring during the spring break period, which is an especially valuable tourist season.
- 81. On or about April 3, 2025, PG&E sent another email to community members, including Plaintiff Guajardo, stating that PG&E had conducted fifteen (15) excavations and found that twelve (12) of them "will require adjustment to the existing gas facilities in order to obtain sufficient clearance from other utilities." This communication also stated that PG&E hopes to have

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there are 70 unique street addresses within the class definition area. The number of units is higher since some street addresses contain more than one unit, 105 Lawn Way itself being one example since it had four residential units.

- 89. The proposed class members all share a community of interest such that treatment as a class is appropriate.
- 90. Questions of both law and fact are common to the class. Whether PG&E engaged in the conduct set forth herein and whether the gas and electric lines are in violation of CPUC regulations or General Orders or PG&E's internal manual and guidelines and present unsafe conditions are central questions in this action. Upon information and belief, PG&E's gas and electric lines run in similar conditions—if not more dangerous conditions, as has been shown in several instances—throughout the class definition area, meaning that the conditions which gave rise to the explosion at 105 Lawn Way are present throughout the class definition area. Since this action seeks injunctive relief only, there are no individualized issues of injuries or damages.
- Plaintiffs are typical of the class. All four Plaintiffs own property or a business or 91. reside within the class definition area. Plaintiffs Karin Anderson and Julie Geraci reside in their properties full-time and have been living in fear and anxiety that such an explosion may occur again if the conditions of the gas and electric lines are allowed to remain in their current condition and/or if PG&E is not required to establish to the satisfaction of Plaintiffs, the class and the Court that the underground conditions of the piping throughout Capitola Village are safe. Plaintiff Anthony Guajardo owns and operates Mijo's Taqueria, a restaurant also within the class definition area. Plaintiff Mary Locke resides in her property within the class definition area part-time and has been avoiding staying in that property due to the fear and anxiety this situation produces. This is the same or a highly similar situation to the rest of the class members who own property and/or reside and/or own and operate their businesses within the class definition area.
- 92. Representative Plaintiffs will provide adequate representation to the proposed class. Plaintiffs were each present in the aftermath on the day of the explosion. Plaintiffs have each been closely following the investigation. Plaintiffs have each been active members of the Capitola Village community for many years and are motivated to make their community safe.

- b. Creating and failing to remedy dangerous conditions with respect to the gas and electric supply lines underneath the ground throughout Capitola Village, many of which are out of compliance with CPUC regulations and/or General Orders, including General Order 112-F section 144.3 and General Order 128 section 31.4, and/or PG&E's internal guidelines, which places Plaintiffs and the class in a position, both with and without the periodic inundation of seawater, where they are fearful of further catastrophic explosions, and which places Plaintiffs, class members and members of the general and visiting public at great risk of serious bodily injury or death; and
- c. Creating and failing to remedy the foregoing dangerous conditions with respect to the gas and electric supply lines underneath the ground throughout the Capitola Village which create reasonable fear, distress, and anxiety for Plaintiffs and class members that such an explosion may occur again.
- 100. The public nuisance created by PG&E affected a substantial number of people at the same time.
- 101. The nuisance created by PG&E would be disturbing and annoying to a reasonable person.
- 102. The seriousness of the harm caused by PG&E outweighs any social utility of its conduct.
  - 103. Plaintiffs did not consent to PG&E's conduct in creating the nuisance.
- 104. The harms suffered by Plaintiffs and class members as described herein are different than the harms suffered by the general public since Plaintiffs and class members own property and/or reside in and/or own and operate businesses in Capitola Village, and therefore justifiably have heightened fears for their personal safety given the threat of similar or identical conditions as those precipitating the explosion on Lawn Way and the potential for the same throughout the Village. This threat results in Plaintiffs and class members being fearful of using their own property and conducting business, a fear and/or risk the general public does not face.

PG&E's conduct in creating this nuisance was a substantial factor in causing the foregoing class

wide harm and uncertainty.

### **COUNT II: Private Nuisance**

# All Plaintiffs Against All Defendants

- 105. Plaintiffs incorporate each of the paragraphs above as though fully set forth herein.
- 106. Plaintiffs, as applicable, owned, leased, rented, occupied, and/or controlled residential and business property in the Capitola Village.
- 107. PG&E, failed to install, design, and maintain the gas and electric supply systems throughout Capitola Village in accordance with CPUC regulations, General Orders, and its own internal guidelines, including those in its Greenbook Manual entitled Electric& Gas Service Requirements (2022 - 2023).
- In conjunction with this failure to properly install its gas and electrical conduit, over the past several years seawater has increasingly inundated Capitola Village creating a situation in which the Village sits under two to three feet of seawater for days at a time. Seawater seeps into and infiltrates PG&E's trenches and is highly corrosive.
- 109. PG&E's failure to properly install its underground conduit in combination with the increasing inundation of seawater throughout the Village has created a dangerous condition of public and private property that creates a substantial risk of injury to members of the general public including the visiting public and class members when the streets and buildings in the class definition area are used with reasonable care and in a reasonable foreseeable manner. The danger posed by the foregoing condition poses risk of serious bodily injury and/or death as demonstrated by the explosion at 105 Lawn Way on Christmas Day 2024.
- 110. There is a substantial urgency to remedy this situation before further injury to life or property occurs again.
- 111. The foregoing conditions for which PG&E is substantially responsible has created a private nuisance in the following respects without limitation:
  - a. Causing a gas explosion which inflicted serious bodily injury, destroyed real and personal property, released toxic debris and fire residue throughout Capitola Village, and created an unsightly ruin in a high-traffic tourist area;

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- b. Creating and failing to remedy dangerous conditions with respect to the gas and electric supply lines underneath the ground throughout Capitola Village, many of which are out of compliance with CPUC regulations and/or General Orders, including General Order 112-F section 144.3 and General Order 128 section 31.4, and/or PG&E's internal guidelines, which, both with and without the periodic inundation of seawater, places Plaintiffs and the class in a position where they are fearful of further catastrophic explosions, and which places Plaintiffs, class members and members of the general and visiting public at great risk of serious bodily injury or death; and
- c. Creating and failing to remedy dangerous conditions with respect to the gas and electric supply lines beneath the ground throughout Capitola Village which create reasonable fear, distress, and anxiety for Plaintiffs and the class that there is a real risk of serious bodily injury or death.
- 112. PG&E created the private nuisance by and through its own reckless and/or grossly negligent conduct and through the undertaking of abnormally dangerous activities.
- 113. The nuisance created by PG&E would be disturbing and annoying to a reasonable person.
- 114. The nuisance created by PG&E has and is causing substantial interference to Plaintiffs' and class members quiet use and enjoyment of their properties and businesses.
- 115. The seriousness of the harm caused by PG&E outweighs any social utility of its conduct.
  - 116. Plaintiffs did not consent to PG&E's conduct in creating the nuisance.
- PG&E's conduct in creating the nuisance was a substantial factor in causing 117. Plaintiffs' and putative class members' harms.

### PRAYER FOR RELIEF

WHEREFORE, Plaintiffs, and each of them, pray for judgment against Defendants, and each of them, as follows:

1. For an injunction ordering Defendants to reveal and inspect all gas and electric

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supply lines beneath the ground in the class definition area, to make the gas and electric supply lines safe, to ensure that its active gas and electric supply lines are at the required distance from any defunct or orphaned lines or to otherwise remove such orphaned lines to comply with applicable regulations, orders, and guidelines, to determine the cause of the electrical overheating/arcing event as described herein, and to ensure the active gas and electric supply lines comply with all applicable laws and regulations, including, without limitation, CPUC General Order 112-F section 144.3 and General Order 128 section 31.4, which require that gas and electric supply lines be at least 12 inches apart from one another when paralleling and 6 inches apart when crossing;

- 2. For an injunction requiring PG&E to establish a Joint Task Force with all stakeholders participating or having an interest in the placement and construction of underground utility lines throughout Capitola Village. The purpose and objective of such a Joint Task Force should be to assure the safety of those living in, doing business in, and the safety those members of the general public visiting Capitola Village. Establishment of this Joint Task Force is necessitated by the dangerous conditions created by not only the improper placement and maintenance of underground utilities contrary to regulations, General Orders and PG&E's own internal guidelines, but in light of the increasing inundation of corrosive seawater which has the capacity to further damage and disrupt the improperly installed and inadequately maintained utilities. The members of this Joint Task Force should include representatives from PG&E, residents and business owners in Capitola Village, representatives from the City of Capitola, as well as representatives from other utilities using PG&E's trenches, such as AT&T, COMCAST and other communication companies whose lines often intersect and contact those of PG&E.
- 3. For an Order certifying this action as a class action pursuant to California Code of Civil Procedure section 382 and consistent with Federal Rule of Civil Procedure 23(b)(2), which California jurisprudence establishes as persuasive authority;
  - 4. For an Order appointing Plaintiffs as the class representative of the Class;
  - 5. For an award of reasonable attorneys' fees and costs, as provided by law;
  - 6. For such other and further relief as the Court may deem just and proper.

# **JURY DEMAND** Plaintiffs demand a trial by jury on all issues so triable. Dated: April 8, 2025 KERSHAW TALLEY BARLOW PC By: William A. Kershaw Ian J. Barlow Jack R. Davis 401 Watt Avenue Sacramento, California 95864 Telephone: (916) 779-7000 Facsimile: (916) 244-4829 Counsel for Plaintiffs and the putative Class