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	4 IN THE CIRCUIT COURT OF THE STATE OF OREGON				
	5	FOR THE COUNTY	OF MULTNOMAH		
10 11 12 13 14 15	6 7 8 9 10 11 12 13 14 15 16	JEANYNE JAMES, ROBIN COLBERT, JANE DREVO, SAM DREVO, BROOKE EDGE AND BILL EDGE, SR., LORI FOWLER, IRIS HAMPTON, JAMES HOLLAND, RACHELLE MCMASTER, KRISTINA MONTOYA, NORTHWEST RIVER GUIDES, LLC, SHARIENE STOCKTON AND KEVIN STOCKTON, VICTOR PALFREYMAN, PALFREYMAN FAMILY TRUST, and DUANE BRUNN, individually and on behalf of all others similarly situated, Plaintiffs, V. PACIFICORP, an Oregon corporation; and PACIFIC POWER, an Oregon registered electric utility and assumed business name of PACIFICORP,	Nos. 20CV33885 (Lead) 21CV33595, 20CV37430, 22CV26326, 22CV29976, 22CV30450, 22CV29694, 22CV29187, 22CV13946, 22CV29859, 22CV41640 DEFENDANTS' MOTION TO REDUCE PUNITIVE DAMAGES AWARD UNDER ORS 31.730 Assigned to: Hon. Steffan Alexander Trial Date: April 24, 2023 Verdict Rendered: June 12, 2023		
	17	Defendants.			
	18				
	19	<u>UTCR 5.050 S</u>	<u>TATEMENT</u>		
20 Pursuant to UTCR 5.050, PacifiCorp re-			quests oral argument on this motion, and		
	21	estimates that 30 minutes will be required. Official court reporting services are requested			
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1 MOTION

Defendants PacifiCorp and Pacific Power (collectively, "PacifiCorp") bring this
motion to reduce the punitive damages award at trial under ORS 31.730. This motion is
supported by the following memorandum of points and authorities, the attached declaration
of Allen Berreth ("Berreth Decl."), the pleadings and papers on file in this case, and the
record in this action.

MEMORANDUM OF POINTS AND AUTHORITIES

I. INTRODUCTION

In 2018, PacifiCorp became the first utility in Oregon to create and develop a formal wildfire mitigation plan. From the beginning, the vision was to implement enhanced safety measures—which are costly and take time to roll out—throughout the entire state to reduce the risk of wildfire ignitions associated with electrical equipment while still providing power to customers across PacifiCorp's often-rural service territory. As a starting point, PacifiCorp initially focused its wildfire mitigation resources on what subject-matter-experts deemed to be the highest fire risk geographic areas. These resources included both financial and capital investments in new equipment, but also investments in community outreach and community planning for novel initiatives like public safety power shutoff (or "PSPS") events.

At the time that the Labor Day wind event struck, the wildfire mitigation program had 18 not yet been implemented across the entire state. Despite Plaintiffs' repeated suggestions 19 that PacifiCorp simply should have had the foresight to shut off the power in the exact 20 locations where fires later occurred—none of which had been pre-identified as historically 21 risky areas—PacifiCorp's witnesses uniformly testified that those actions would have been 22 neither safe nor reasonable at that stage in the evolution of the wildfire mitigation plan (and, 23 in the case of the Santiam Canyon, unilaterally turning off the power would not have been 24 safe or reasonable in light of the ongoing emergency situation and potential evacuation needs 25 in response to the pre-existing lightning-caused Beachie Creek Fire). 26

1 Today, PacifiCorp does have the capabilities to conduct targeted proactive power shut offs anywhere in its service territory. And PacifiCorp has exercised those capabilities 2 multiple times since Labor Day 2020. Most recently, PacifiCorp conducted a largescale PSPS event in September 2022 in some of the same geographic areas at issue in this case, including the Santiam Canyon. That effort was made possible due to PacifiCorp's significant 5 post-2020 investments in wildfire mitigation across its entire service territory, both as 6 initially contemplated as part of the continuous improvement and development of the plan, but also in response to the heightened urgency of necessary improvements following the Labor Day 2020 fires. Meanwhile, on June 14, the jury in this case rendered a punitive damages award of 10 approximately \$18 million to the 17 named plaintiffs. This award was based on the jury's 11 assessment of a punitive damages multiplier of 0.25 times compensatory damages across the 12 entire class. The exact punitive damages for the remaining class members will be based on 13 this same multiplier and therefore cannot be determined until after the conclusion of the 14 Phase II trials (which is when the exact number of class members and the exact 15 compensatory awards will become known), but any subsequent punitive damages award will be on top of additional doubling of economic damages that Plaintiffs seek under ORS 17 477.089, as well as a potentially significant class-wide base compensatory damages award. 18 19 PacifiCorp now seeks to reduce the amount of the punitive damages award under both ORS 31.730(2) and ORS 31.730(3). This request is made in the alternative to PacifiCorp's 20 currently pending omnibus post-trial brief seeking, among other things, to vacate the punitive 21 22 damages award and to request a new trial on punitive damages. As explained below, the award should be reduced under ORS 31.730(2) because both the \$18 million punitive 23 24 damages award for the named plaintiffs and the potential total class-wide punitive damages award based on the 0.25 times multiplier are outside of the range of damages that a rational 25 juror could award under the record as a whole. And the award should separately be reduced

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under ORS 31.730(3) in light of the fulsome subsequent remedial measures that PacifiCorp has implemented and invested in since Labor Day 2020. 2 3 II. LEGAL STANDARD Under ORS 31.730(2), the Court "shall review" a punitive damages award "to 4 determine whether the award is within the range of damages that a rational juror would be 5 entitled to award based on the record as a whole, viewing the statutory and common-law 6 factors that allow an award of punitive damages for the specific type of claim at issue in the proceeding." ORS 31.730(2). Additionally, under ORS 31.730(3), the Court "may reduce the amount of any judgment requiring the payment of punitive damages entered against the defendant if the defendant establishes that the defendant has taken remedial measures that are 10 reasonable under the circumstances to prevent reoccurrence of the conduct that gave rise to 11 the claim for punitive damages." ORS 31.730(3). 13 III. ARGUMENT 14 A. The Punitive Damages Award Should Be Reduced Under ORS 31.730(2) If a jury awards punitive damages, the trial court "shall review the award to determine 15 whether the award is within the range of damages that a rational juror would be entitled to award." ORS 31.730(2). The Court's review must be "based on the record as a whole, viewing the statutory and common-law factors that allow an award of punitive damages." *Id.* 18 19 ORS 31.730(2) does not contemplate that a party must bring a motion for the Court to conduct this mandatory review of punitive damages. But out of an abundance of caution, 20 PacifiCorp moves to request that the Court do so. 21 For the same reasons stated in PacifiCorp's omnibus post-trial brief, which explained 22 that Plaintiffs failed to produce sufficient evidence to support any award of punitive 23

26 punitive damages verdict reversed by the Supreme Court in 2007—then Oregon's largest

damages, the record as a whole similarly does not support the amount of the jury's award.

(See August 11, 2023 Omnibus Post-Trial Brief at 40-42.) For reference, the *Philip Morris*

- 1 ever—was \$79.5 million total. When "compensatory damages are substantial"—as they are
- 2 here—only a "lesser ratio" is acceptable. State Farm Mut. Auto Ins. Co. v. Campbell, 538
- 3 US 408, 425 (2003). While State Farm concluded the "outermost limit" of due process may
- 4 limit punitive damages to a 1:1 ratio in cases involving sizable compensatory damages, id.,
- 5 that does not mean the Court's review is or should be limited to rubber-stamping any
- 6 punitive damages award within constitutional limits, nor is that the law. Instead, the Court
- 7 must consider the entire record and determine whether the 0.25 multiplier—and the
- 8 potentially significant class-wide award that could result depending on how many class
- 9 members there are and the amount of compensatory damages for each class member—for
- 10 both the named plaintiffs and the rest of the class is within the acceptable range, especially in
- 11 light of the potentially significant class-wide compensatory damages at stake. For the
- 12 reasons explained above, below, and in PacifiCorp's post-trial motions, it is not.¹

13 B. The Punitive Damages Award Should Be Reduced Under ORS 31.730(3)

- Aside from any reduction under ORS 31.730(2), PacifiCorp separately and
- additionally requests that the Court reduce the punitive damages award under ORS 31.730(3)
- 16 in light of the significant and fulsome remedial wildfire mitigation measures that PacifiCorp
- 17 has taken since the Labor Day 2020 fires. Above all, a punitive damages award must be
- 18 "reasonable in its amount and rational in light of its purpose to punish what has occurred and

¹ PacifiCorp also incorporates its objections to the use of a class-wide punitive damages multiplier at all, for the same reasons explained in PacifiCorp's omnibus post-trial brief. (*See*

August 11, 2023 Omnibus Post-Trial Brief at 69-70.) Because class-wide punitive damages

²¹ have been assessed according to a multiplier, as opposed to any individualized harm inquiry, there is no way to tell what the ultimate total class-wide punitive damages award will

²² ultimately be. As a result, this motion to reduce damages under ORS 31.730(2)—at least as it pertains to the class-wide damages award—does not reference any specific class-wide

punitives damages number at this point because that total award will necessarily depend on the number of class members and the amount of compensatory damages awarded to each

²⁴ class member. At the same time, PacifiCorp does not wish to waive any objections to the amount of the punitive damages multiplier and award under ORS 31.730(2), which is why

²⁵ PacifiCorp brings this motion despite the still-uncertain class-wide punitive damages amount. In any event, this further illustrates why the use of a class-wide punitive damages multiplier

²⁶ is both unconstitutional and unwieldy.

to deter its repetition." Parrott v. Carr Chevrolet, Inc., 331 Or 537, 550 n9 (2001) (cleaned up). Here, PacifiCorp has improved (and continues to improve) nearly every aspect of its wildfire mitigation program and emergency response practices. Plaintiffs' central criticism during the Phase I trial—that PacifiCorp lacked the granular situational awareness information needed to support a proactive power shutoff in the four fire areas at issue—has 5 been *fully* addressed by the company since 2020. Today, PacifiCorp's in-house meteorology 6 team relies on a vastly expanded universe of data inputs to generate not just weather forecasts in general, but rather, weather forecasts specifically tailored to identifying potential fire risks to highly precise portions of PacifiCorp's equipment throughout its *entire* service territory. What that means is that PacifiCorp now has the capability to effectuate a PSPS event 10 anywhere in its service territory, whether or not that area was historically identified as a 11 high-risk location. And PacifiCorp did exactly that in September 2022, proactively shutting 12 off power to some of the same locations at issue during this trial. The September 2022 PSPS 13 14 was made possible both because of the earlier groundwork laid with the creation of the wildfire mitigation plan beginning in 2018, but also because of PacifiCorp's continued investment in advanced situational awareness technologies, equipment, and resources after the fire. Meanwhile, PacifiCorp has also vastly increased its investments in measures like enhanced system hardening and vegetation management.

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²¹ See also State Farm Mut. Auto. Ins. Co. v. Campbell, 538 US 408, 419-20 (2003) (reversing punitive damages award because "a more modest punishment for this reprehensible conduct

could have satisfied the State's legitimate objectives, and the Utah courts should have gone no further"); *Honeywell v. Sterling Furniture Co.*, 310 Or 206, 211, 797 P2d 1019 (1990)

^{23 (}reversing punitive damages award because the jury based its award on an improper rationale not related to the proper purpose of deterrence); *State ex rel. Young v. Crookham*, 290 Or 61,

^{71-72, 618} P2d 1268 (1980) (holding that "the issue in determining punitive damages is the sufficiency of the deterrent effect of punitive damages on the defendant" (cleaned up));

²⁵ Cooper v. Moscillo, 39 Or App 443, 446, 592 P2d 1034 (1979) (finding that a punitive damages award may be reduced or avoided where defendant has demonstrated that

deterrence is no longer necessary because it has already been punished by another method).

As explained in PacifiCorp's omnibus post-trial brief, there is no evidence to support 1 the finding of "I don't care" needed to justify a punitive damages award in the first place. 2 But the fulsome investments that have been made in wildfire mitigation in the three years since Labor Day 2020 only underscore the degree to which PacifiCorp's employees care about mitigating the risk of utility-caused wildfires, both before Labor Day 2020 and today. 5 Maintaining a significant class-wide punitive damages award (on top of an already significant class-wide compensatory damages award) will only serve to derail and detract from the progress that has already been made and the projects that are planned for the next several years to serve all customers—which would undermine, not promote, the inherently deterrent goals of punitive damages in the first place. For that reason, the class-wide punitive 10 damages award in this case should be reduced under ORS 31.730(3). 11 The clear and undisputed evidence of PacifiCorp's post-fire wildfire mitigation 12 improvements—some of which was introduced at trial and some of which is being described 13 now through a witness declaration—is summarized below.³ 14 Advancements in Situational Awareness Capabilities. First, PacifiCorp has 15 undertaken significant advancements in its situational awareness capabilities since Labor Day 2020. One of Plaintiffs' criticisms at trial was that PacifiCorp did not have an in-house meteorology team on Labor Day 2020. PacifiCorp now has an in-house meteorology team 18 19 consisting of five meteorologists and a data scientist, and the team is still growing. (Trial Tr. 9293:15-23, 9416:20-9417:1; DTX 8593 at 17.) In recognition of the central role that 20 weather forecasting plays in situational awareness during emergency events, the meteorology 21 team is housed within and reports up to the emergency management department. (Trial Tr. 22 9417:2-15.) The meteorology team employs a rotating on-duty and on-deck staffing 23 24

The improvements described below are also reflected in PacifiCorp's 2023 Oregon Wildfire Mitigation Plan, which was filed with the Oregon Public Utilities Commission at the end of 2022. (See generally Berreth Decl., Ex. B.)

- 1 schedule, which means there is *always* at least one meteorologist (and at times the entire
- 2 team) available to consult with the rest of the emergency management team, including during
- 3 weekends and holidays. (Trial Tr. 9417:16-25.)
- 4 PacifiCorp witnesses explained at trial that on Labor Day 2020, the company did not
- 5 have granular enough weather information outside of the pre-identified highest fire risk areas
- 6 to support conducting a PSPS, especially when weighed against the significant and
- 7 meaningful risks of broad power shutoffs. Today, PacifiCorp's in-house meteorology team
- 8 prepares daily weather forecasts covering PacifiCorp's *entire* service territory that are
- 9 forward-looking over five to seven days. (Trial Tr. 9418:9-13, 9418:21-23; DTX 8593 at 17-
- 10 19.) On top of that, the in-house meteorology team also prepares a district-level report of
- 11 forecasted weather impacts on the electrical system called the "System Impacts Threat
- 12 Matrix." (Trial Tr. 9418:14-17.) In short, PacifiCorp now has access to granular weather
- information—down to the individual power line level—across its entire service territory.
- 14 (Trial Tr. 9424:9-12, 9426:6-9.)
- PacifiCorp's in-house meteorology team has been able to provide these more granular
- and tailored forecast updates because of PacifiCorp's significant post-fire investments in new
- 17 technologies and equipment. For example, PacifiCorp has expanded its network of
- 18 hyperlocal weather stations across its *entire* service territory, not just within pre-identified
- 19 highest risk areas. (Trial Tr. 9285:15-25, 9291:7-14, 9424:6-8.) By the end of 2022,
- 20 PacifiCorp had installed 115 weather stations across Oregon, with plans to bring that number
- 21 up to 162 by the end of 2023. (Trial Tr. 9295:11-19; DTX 8593 at 17.) In addition,
- 22 PacifiCorp employs portable weather stations that can be deployed to specific areas quickly
- 23 in the event that additional forecasting support is needed. (Trial Tr. 9424:20-9425:5.)
- PacifiCorp's in-house meteorology team has also developed and relies on a number of
- 25 novel modeling techniques, including a combination of weather forecast models, wildfire
- 26 models, and outage models. (Trial Tr. 9424:6-14.) The weather forecast model (also known

1	as the "Weather Research and Forecast Model" or "WRF") is a high-resolution model that
2	provides a 96-hour forecast of weather conditions customized down to the individual power
3	line level, but also information about fuels and fire weather forecasts. (Trial Tr. 9425:17-23
4	9426:10-18.) The weather forecast modeling available to PacifiCorp today is much more
5	granular than publicly available weather data, is provided with more lead time than publicly
6	available weather data, and includes more data outputs specifically relevant to wildfire risk
7	assessment like energy release components and fuel moistures. (Trial Tr. 9426:19-9427:7.)
8	In addition to the WRF modeling, PacifiCorp also relies on a wildfire modeling tool called
9	the "Fire Potential Index" (or "FPI"), which provides a way to quantify the potential risks
10	and consequences of fire ignitions for a given circuit at a given time. (Trial Tr. 9427:16-
11	9428:1.) As described at trial, the FPI modeling tool took years to develop and required
12	ingesting an enormous amount of both public and proprietary data across more than 300
13	billion individual calculations. (Trial Tr. 9428:2-21.) But the end result of that effort is that
14	PacifiCorp is now able to assess and model fire ignition risk for every circuit across its
15	service territory to help inform PSPS and operational decisions. (Trial Tr. 9428:22-24.)
16	Finally, PacifiCorp also utilizes field observers to physically go out into the field to
17	report back on on-the-ground conditions and system impacts. (Trial Tr. 9433:7-22.) For
18	example, in advance of a potential PSPS event, PacifiCorp will deploy field observers
19	strategically to areas of concern to report on the impact of the weather on vegetation in
20	relation to electrical infrastructure. (Trial Tr. 9433:7-22.)
21	Expansion of PSPS Outside of Highest Risk Areas. As a result of PacifiCorp's
22	expansion of advanced situational awareness capabilities across its service territory,
23	PacifiCorp has also been able to expand its formal PSPS program (as distinct from the more
24	reactive de-energization acts performed in conjunction with first responders) beyond just the
25	pre-identified highest fire risk areas. (Though this expansion was always the plan from the
26	beginning, PacifiCorp has made significant progress in implementing the expansion of both

- 1 PSPS and wildfire mitigation measures more generally since Labor Day 2020.) In other
- words, PacifiCorp now has the technological and informational capability to conduct a PSPS
- 3 anywhere in its Oregon service territory. (Trial Tr. 9291:20-9292:2, 9371:6-13, 9434:7-18.)
- 4 Indeed, PacifiCorp was able to remove the concept of PDZs (or "proactive de-energization"
- 5 zones") entirely from its 2023 Wildfire Mitigation Plan, reflecting the fact that formal PSPS
- 6 events are no longer limited to PDZs. (Trial Tr. 9291:15-19.)
- 7 Improvements to Information Sharing Capabilities. Plaintiffs also criticized
- 8 PacifiCorp's internal information flow processes leading up to Labor Day 2020, arguing that
- 9 important information was not reaching the right stakeholders both inside and outside the
- 10 company. Those criticisms are unfounded today. For example, the granular weather
- 11 forecasts generated by the in-house meteorology department are distributed on a *daily* basis
- 12 to district operational managers and field employees to make them aware of specific weather
- 13 information; again, this daily reporting cadence has been expanded to the *entire* service
- 14 territory, not just highest-risk areas. (Trial Tr. 9299:1-25.) The forecasts are also distributed
- 15 to members of the Emergency Operations Center, and during fire season, the daily forecast
- 16 distributions are supplemented with daily briefing calls involving field leadership, emergency
- management staff, executive leadership, engineers, and others. (Trial Tr. 9419:7-9420:11.)
- 18 In short, detailed daily weather information is now distributed to all operational levels of the
- 19 company by an in-house meteorology department that is staffed every single day.
- 20 PacifiCorp has also expanded its communications channels with external
- 21 stakeholders. Most notably, PacifiCorp has expanded the scope of community outreach in
- 22 the context of PSPS by coordinating with county emergency managers and customers across
- 23 the entire Oregon service territory; this coordination has included tabletop exercises, public
- 24 workshops, and media outreach, among other things. (Trial Tr. 9435:14-20.) In addition,
- 25 PacifiCorp engages in both informal and formal collaborations with other utilities in not just
- 26 Oregon, but also other western states like California and Idaho to share scientific and

- 1 technological updates in the wildfire mitigation sphere, based on the recognition that utility
- 2 fire mitigation requires a collaborative response. (Trial Tr. 9432:12-9433:3.)
- 3 Successful PSPS Event in Oregon in 2022. In September 2022, PacifiCorp was able
- 4 to apply the above-mentioned situational awareness improvements as well as the lessons
- 5 learned from Labor Day 2020 to successfully implement a PSPS event in Oregon. (Trial Tr.
- 6 9311:18-24; Berreth Decl. ¶¶ 2-11; Berreth Decl., Ex. A.) The September 2022 PSPS
- 7 covered some of the same geographic areas at issue during Labor Day 2020—including the
- 8 Santiam Canyon and the Lincoln City area—except this time, PacifiCorp had advanced
- 9 notice of the granular weather forecast and system impact data necessary to support the
- 10 targeted proactive shutoff of numerous powerlines. (Trial Tr. 9443:25-9444:10.)
- With advance notice, PacifiCorp was able to begin outreach to public safety partners
- 12 72 hours before the event and to customers and the public 48 hours before the event.
- 13 (Berreth Decl. ¶¶ 2-3.) Through these outreach efforts, PacifiCorp was able to identify and
- 14 account for vulnerable customers ahead of the event. (Berreth Decl. ¶ 6.) PacifiCorp also
- 15 activated its internal Emergency Coordination Center ("ECC") days before the event.
- 16 (Berreth Decl. ¶ 4.) The ECC in turn collaborated with state, county, and local public safety
- 17 partners throughout the event, including through daily emergency support function and
- 18 coordination calls. (Berreth Decl. ¶ 5.) In addition, PacifiCorp's in-house meteorology team
- 19 coordinated with other utilities, including Portland General Electric and the Bonneville
- 20 Power Administration, to share information regarding both weather and system status both
- 21 before and during the PSPS event, and PacifiCorp's communications team similarly
- 22 developed joint customer messaging in collaboration with Portland General Electric.
- 23 (Berreth Decl. ¶¶ 4, 7.) In terms of operational preparations, PacifiCorp was able to deploy
- 24 field crews to potential PSPS areas to conduct additional wildfire mitigation activities.
- 25 (Berreth Decl. ¶ 8.) PacifiCorp crews changed system settings, patrolled for abnormal
- 26 system conditions, and evaluated tree clearances. (Berreth Decl. ¶ 8.) PacifiCorp also

deployed 10 portable weather stations to areas of risk to obtain supplemental situational awareness data to help inform operational decisions. (Berreth Decl. ¶ 4.) 2 3 All in all, the event lasted around 24 hours and affected nearly 12,000 customers. (Berreth Decl. ¶¶ 2, 9, 11.) PacifiCorp coordinated over 200 field resources to patrol the affected areas and inspect lines for hazards in advance of the restoration of power. (Berreth 5 Decl. ¶ 9.) During the PSPS event, PacifiCorp activated three community resource centers 6 ("CRCs"), including centers in Marion County and Linn County, in order to provide emergency and medical support to customers during the shutoff event. (Berreth Decl. ¶ 10.) In short, the September 2022 PSPS event is a reflection of the successful operation of PacifiCorp's expanded wildfire mitigation and situational awareness capabilities, and the 10 September 2022 PSPS was exactly how PacifiCorp's wildfire mitigation plan was designed 11 to function. Even then, PacifiCorp nonetheless identified lessons learned from the 2022 event to inform future PSPS implementations. (See Berreth Decl., Ex. A at 6-8.) 13 14 Improvements to Vegetation Management Inspections. Beyond the situational awareness and emergency response arena, PacifiCorp has also made significant 15 improvements in its vegetation management practices after the fires. For example, since Labor Day 2020, PacifiCorp implemented a major transition from a four-year vegetation inspection cycle for its distribution lines to a shorter three-year cycle with more frequent 18 19 inspections to target faster-growing vegetation. (DTX 8593 at 13.) PacifiCorp also developed an internal quality assurance department within the broader vegetation 20 management department with the goal of more closely assessing and reviewing the work of 21 vegetation management contractors. (Trial Tr. 9305:8-22.) The result is that PacifiCorp's 22 internal foresters—who were previously responsible for this type of auditing work—can now 23 devote full resources to underlying vegetation management work. (Trial Tr. 9305:18-24 25 9306:1.) Indeed, the volume of vegetation management work completed went up in the year

l	2022—1,/00 additional line miles were inspected, 18,600 additional trees were trimmed,
2	22,700 additional trees were removed, and 20,000 poles were cleared. (DTX 8593 at 13.)
3	System Hardening Improvements. PacifiCorp has also vastly pushed forward its
4	system hardening efforts in the years since Labor Day 2020. In 2022, PacifiCorp completed
5	the scoping and design phase for 91 new miles of covered conductor and began the
6	construction process; in 2023, PacifiCorp plans to finish constructing the remaining 89 new
7	miles of covered conductor in Oregon. (DTX 8593 at 15.) In total, PacifiCorp plans to
8	construct 591 miles of covered conductor by 2027 and plans to finish the design phase for at
9	least 716 miles of covered conductor by that same time. (DTX 8593 at 15.) As explained
10	throughout trial, covered conductor technology reduces the risk of incidents caused by
11	vegetation contact with powerlines. PacifiCorp also replaced 1,000 expulsion fuses in 2022,
12	with plans to replace more than 26,000 expulsion fuses through the end of 2027. (DTX 8593
13	at 15.) In addition, PacifiCorp has rolled out technologies like fault indicators (which help
14	enable quicker detection and response to faults and outages on powerlines) and advanced
15	relays and reclosers that can be operated remotely, which means they can be changed to safer
16	settings more quickly than before. (Trial Tr. 9301:3-9302:21.)
16	settings more quickly than before. (That II. 7501.5 7502.21.)
17	Increased Financial Investment in Wildfire Safety. Finally, PacifiCorp's post-fire
17	Increased Financial Investment in Wildfire Safety. Finally, PacifiCorp's post-fire
17 18	Increased Financial Investment in Wildfire Safety. Finally, PacifiCorp's post-fire investment in improving every aspect of its wildfire mitigation program is fully reflected in
17 18 19	Increased Financial Investment in Wildfire Safety. Finally, PacifiCorp's post-fire investment in improving every aspect of its wildfire mitigation program is fully reflected in PacifiCorp's budgeting and spending practices. In 2022, PacifiCorp spent \$53 million in
17 18 19 20	Increased Financial Investment in Wildfire Safety. Finally, PacifiCorp's post-fire investment in improving every aspect of its wildfire mitigation program is fully reflected in PacifiCorp's budgeting and spending practices. In 2022, PacifiCorp spent \$53 million in incremental (that is, in addition to baseline operations expenses) funds specifically targeting
17 18 19 20 21	Increased Financial Investment in Wildfire Safety. Finally, PacifiCorp's post-fire investment in improving every aspect of its wildfire mitigation program is fully reflected in PacifiCorp's budgeting and spending practices. In 2022, PacifiCorp spent \$53 million in incremental (that is, in addition to baseline operations expenses) funds specifically targeting wildfire mitigation: that included \$20 million to support capital improvements like weather
17 18 19 20 21	Increased Financial Investment in Wildfire Safety. Finally, PacifiCorp's post-fire investment in improving every aspect of its wildfire mitigation program is fully reflected in PacifiCorp's budgeting and spending practices. In 2022, PacifiCorp spent \$53 million in incremental (that is, in addition to baseline operations expenses) funds specifically targeting wildfire mitigation: that included \$20 million to support capital improvements like weather stations and system hardening, as well as \$33 million in expenses like enhanced vegetation
17 18 19 20 21 22 23	Increased Financial Investment in Wildfire Safety. Finally, PacifiCorp's post-fire investment in improving every aspect of its wildfire mitigation program is fully reflected in PacifiCorp's budgeting and spending practices. In 2022, PacifiCorp spent \$53 million in incremental (that is, in addition to baseline operations expenses) funds specifically targeting wildfire mitigation: that included \$20 million to support capital improvements like weather stations and system hardening, as well as \$33 million in expenses like enhanced vegetation management. (DTX 8593 at 4.) Looking forward, PacifiCorp plans to spend \$610 million in

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1	investments are intended to (and do in fact) benefit un of facine of s customers across the	
2	entire service territory in Oregon.	
3	IV. CONCLUSION	
4	For the reasons explained above, PacifiCorp respectfully requests that the Court	
5	review and reduce the punitive damages award under ORS 31.730, especially in light of the	
6	fulsome remedial measures that PacifiCorp has taken and continues to take since 2020.	
7	DATED: October 17, 2023	
8	STOEL RIVES LLP	
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1 investments are intended to (and do in fact) benefit all of PacifiCorp's customers across the

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CERTIFICATE OF SERVICE 1 2 I hereby certify that I served a true and correct copy of the foregoing document titled 3 DEFENDANTS' MOTION TO REDUCE PUNITIVE DAMAGES AWARD UNDER **ORS 31.730** on the following named person(s) or party(ies) on the date and by the method(s) indicated below. 5 6 mailing with postage prepaid. email. (courtesy copy only) 7 hand delivery. email pursuant to agreement among parties/counsel dated October 29, 2020, 8 consenting to service via email. (Plaintiffs James, et al. only) 9 overnight delivery. eService via OJD eFile. (if registered) 10 11 If by mail or overnight delivery, a true copy of the above referenced document(s) was served upon said person(s) or party(ies), contained in a sealed envelope or package, addressed to 12 13 said person(s) or party(ies) at their last-known address(es) indicated below. 14 Service List Attached 15 DATED: October 17, 2023 16 /s/ Per A. Ramfjord PER A. RAMFJORD, OSB No. 934024 17 per.ramfjord@stoel.com BRAD S. DANIELS, OSB No. 025178 18 brad.daniels@stoel.com 19 Of Attorneys for Defendants PacifiCorp and Pacific Powe 20 21 22 23 24 25

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