Docket No. UE-180167 - Vol. I

In the Matter of: Avista Corporation d/b/a Avista Utilities

December 12, 2018



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BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Petition of) DOCKET NO. UE-180167
)
AVISTA CORPORATION d/b/a)
AVISTA UTILITIES)
)
For an Order Authorizing the)
Company to Revise its Electric)
Book Depreciation Rates and)
Authorizing Deferred Accounting)
Treatment for the Difference in)
Depreciation Expense)

PREHEARING CONFERENCE, VOLUME I

Pages 1-13

ADMINISTRATIVE LAW JUDGE ANDREW O'CONNELL

December 12, 2018 9:30 A.M.

Washington Utilities and Transportation Commission 1300 South Evergreen Park Drive Southwest Olympia, Washington 98504

REPORTED BY: TAYLER GARLINGHOUSE, CCR 3358

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Page	4
1	OLYMPIA, WASHINGTON; DECEMBER 12, 2018
2	9:30 A.M.
3	000
4	PROCEEDINGS
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6	JUDGE O'CONNELL: Okay. Let's be on the
7	record. Good morning. We're here today for a
8	prehearing conference regarding Avista Corporation's
9	petition for a Commission order authorizing the company
10	to revise its electric book depreciation rates, Docket
11	UE-180167. The time is approximately 9:30 a.m. on
12	December 12th, 2018.
13	My name is Andrew O'Connell. I am an
14	administrative law judge with the Washington Utilities
15	and Transportation Commission, and I will be presiding
16	in this matter along with the Commissioners.
17	After this hearing, I'll prepare an order
18	outlining the procedure going forward in this case, but
19	to start, I intend to take appearances and address
20	petitions for intervention. Let's begin with Avista.
21	MR. MEYER: Thank you, Your Honor. David
22	Meyer appearing for Avista. Would the short form of
23	appearance suffice?
24	JUDGE O'CONNELL: Yes, it would.
25	MR. MEYER: Okay. Thank you.

- 1 JUDGE O'CONNELL: And Staff?
- 2 MR. CASEY: This is Christopher Casey
- 3 appearing for Commission Staff. I also put in a notice
- 4 of appearance yesterday, but I'd like to note that
- 5 should have been a substitution of counsel for Brett
- 6 Shearer so he can be removed from this docket.
- JUDGE O'CONNELL: Okay. Thank you.
- 8 And Public Counsel?
- 9 MS. SUETAKE: Thank you, Your Honor. This
- 10 is Nina Suetake appearing on behalf of Public Counsel.
- JUDGE O'CONNELL: And Mr. Pepple?
- MR. PEPPLE: Good morning, Your Honor.
- 13 Tyler Pepple for the Alliance of Western Energy
- 14 Consumers.
- JUDGE O'CONNELL: Thank you.
- 16 And Sierra Club?
- 17 MR. GERHART: Good morning, Your Honor.
- 18 This is Matthew Gerhart appearing on behalf of Sierra
- 19 Club.
- 20 MS. DARBY: And this is Marta Darby also
- 21 appearing on behalf of the Sierra Club, Your Honor.
- JUDGE O'CONNELL: Okay. Thank you.
- 23 That brings us to the petitions for
- 24 intervention. There's one thing I wanted to address
- 25 before getting into the petitions for intervention.

- 1 Mr. Pepple, I notice that your petition to
- 2 intervene was on behalf of the Industrial Customers of
- 3 Northwest Utilities, but my understanding is that
- 4 organization is now the Alliance of Western Energy
- 5 Consumers; is that correct?
- 6 MR. PEPPLE: That's correct, Your Honor.
- 7 The -- we -- ICNU merged with Northwest Gas Users
- 8 effective April 1st of this year. So I'm happy to
- 9 handle that any way you would like.
- 10 JUDGE O'CONNELL: Well, I think that we can
- 11 handle it on the record right now in this hearing. Can
- 12 I confirm with you that the rest of the information in
- 13 the petition is still correct as it applies to you and
- 14 the Alliance of Western Energy Consumers?
- MR. PEPPLE: Yes, the -- the only change
- 16 that may need to be made is that AWEC now represents
- 17 both gas and electric customers of Avista.
- JUDGE O'CONNELL: Well, Mr. Pepple, let me
- 19 ask, what would be your preference, would you like to
- 20 refile a clarification, or I am inclined to accept your
- 21 clarification here at the hearing and consider the
- 22 petition to be on behalf of the Alliance of Western
- 23 Energy Consumers.
- 24 MR. PEPPLE: Your Honor, that -- that
- 25 proposal is fine with me assuming no other party

- 1 objects.
- JUDGE O'CONNELL: And I would like to ask if
- 3 there's any objection to me considering the petition to
- 4 be on behalf of Alliance of Western Energy Consumers?
- 5 MR. CASEY: No objection.
- 6 MR. MEYER: No objection from Avista.
- 7 MS. SUETAKE: No objection, Your Honor.
- 8 JUDGE O'CONNELL: Then with that --
- 9 MR. GERHART: No objection from Sierra Club.
- JUDGE O'CONNELL: Thank you.
- 11 With that, then I will consider petition to
- 12 intervene to be on behalf of the Alliance of Western
- 13 Energy Consumers.
- 14 Are there any petitions for intervention
- other than the ones that have been filed in writing with
- 16 the Commission? Hearing none, let's proceed.
- 17 I've read the two petitions to intervene,
- 18 the one on behalf of the Alliance of Western Energy
- 19 Consumers and the one on behalf of Sierra Club. I'm
- 20 unaware of any written objections to these petitions.
- 21 Are there any objections?
- MR. MEYER: No objection, Your Honor.
- 23 MR. CASEY: No objection from Staff, Your
- 24 Honor.
- MS. SUETAKE: No objection from Public

- 1 Counsel.
- JUDGE O'CONNELL: Okay. Hearing no
- 3 objections, then the petitions to intervene will be
- 4 granted.
- I want to touch on the issue of a protective
- 6 order. Is there a need for a protective order in this
- 7 case and if so, would a standard -- the Commission's
- 8 standard protective order be sufficient?
- 9 Mr. Meyer?
- 10 MR. MEYER: Yes, yes, there is a need and a
- 11 standard form would be sufficient. Thank you.
- JUDGE O'CONNELL: Is -- does any party have
- 13 an opposing perspective? Hearing nothing, I will issue
- 14 a protective order in the coming days.
- I want to next remind the parties that the
- 16 Commission has adopted new procedural rules regarding
- 17 electronic filing and service. Commission requires
- 18 electronic filing of documents for formal filings;
- 19 however, in this case, the Commission will also require
- 20 the filing of an original and three paper copies for
- 21 internal distributions. And in the event that there is
- 22 information designated as confidential, request that you
- 23 file the original and three copies of the fully
- 24 unredacted versions and then for the -- any of the
- 25 redacted versions, it's unnecessary to file a paper

- 1 copy. Electronic copies of the partly or fully redacted
- 2 versions will be sufficient.
- Also, the Commission's rules provide for
- 4 electronic service of documents. The Commission will
- 5 serve the parties electronically and the parties will
- 6 serve each other electronically. If any party has not
- 7 yet designated a lead representative for service, please
- 8 do so via an email to me. My email address is
- 9 Andrew.j.oconnell@utc.wa.gov.
- 10 Also, if anyone would like to add names of
- 11 support staff or other representatives who should
- 12 receive electronic courtesy copies, please also email me
- 13 that information if you have not already provided it. I
- 14 notice that in a number of the notices of appearances
- and the petitions to intervene, there are additional
- 16 support staff that have been identified and I'll ensure
- 17 that those are included.
- 18 So that brings me to the procedural
- 19 schedule. I've been provided a draft proposed
- 20 procedural schedule. Is there consensus on this
- 21 proposal?
- 22 Mr. Casey?
- MR. CASEY: Your Honor, I believe there is,
- 24 although we did have to make a tweak. So kind of into
- 25 yesterday evening, I emailed the parties yesterday, I

- 1 heard back from Sierra Club that they had no objections.
- 2 I talked to Public Counsel this morning and had no
- 3 objections. So we should check in with -- with
- 4 Mr. Pepple and Mr. Meyer if they were okay with pushing
- 5 the hearing date from May 1 to May 6 to allow for time
- 6 for one last round of discovery after the
- 7 cross-answering and rebuttal round of testimony.
- 8 JUDGE O'CONNELL: I will defer to the
- 9 parties on whether you need an opportunity to go off the
- 10 record, take a couple minutes to discuss. Would that be
- 11 acceptable?
- 12 MR. MEYER: Well, not necessarily. We won't
- 13 need that opportunity. This is Avista. We are fine
- 14 with those recent edits as of yesterday afternoon, so we
- 15 are fine with the schedule.
- JUDGE O'CONNELL: Okay. And as I recall,
- 17 there was someone else that needed to check in.
- 18 MR. PEPPLE: Yeah, this -- this is Tyler
- 19 Pepple for AWEC, and we're fine with the May 6th hearing
- 20 date as well.
- JUDGE O'CONNELL: And so just so I can
- 22 confirm, the change that's been made to the schedule
- 23 from the one that I was given is the evidentiary hearing
- 24 will be -- is proposed as May 6th?
- MR. CASEY: Yes, that's correct, and just to

- 1 double-check, the discovery deadline is April 23rd, and
- 2 cross-examination, exhibits, witness list, and time
- 3 estimates will be due April 29th, 2019.
- 4 JUDGE O'CONNELL: Okay. I have made those
- 5 adjustments on my copy, and I have confirmed with
- 6 Commission availability that May 6th will work for the
- 7 Commission. I will confirm that the proposed schedule
- 8 works otherwise for the Commission and incorporate it
- 9 into the prehearing conference order.
- 10 A few other items I believe we need to
- 11 address before we adjourn for the day. During
- 12 proceedings at the Commission, I am aware that the
- 13 parties often request that any data requests and
- 14 responses are shared with every other party. Typically
- 15 it's the data request No. 1. I would make this easier
- 16 on the parties by including such a requirement in the
- 17 prehearing conference order. Is there any objection to
- 18 my including that requirement?
- 19 MR. MEYER: None from Avista.
- 20 MR. CASEY: None from Staff, Your Honor.
- 21 MS. SUETAKE: None from Public Counsel.
- MR. GERHART: No objection from Sierra Club,
- 23 Your Honor.
- JUDGE O'CONNELL: And, Mr. Pepple, not
- 25 hearing an objection from you, I'm taking that as you

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     are okay with that requirement?
                              Yeah, no objection, Your Honor.
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                 MR. PEPPLE:
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                 JUDGE O'CONNELL: Okay. So is there
 4
     anything else we should discuss today?
                 MR. MEYER: I would just like on behalf of
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 6
     Avista to thank Staff counsel, Mr. Casey, for his work
     in putting this schedule together and coordinating with
 8
     the parties. So thank you very much.
 9
                 JUDGE O'CONNELL: Okay. And I would like to
     thank all the parties today for getting together and
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11
     discussing and coming prepared to the hearing and being
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     on time, and I would thank you for your efforts today.
     And if there's nothing else, I will issue an order
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     shortly containing the procedural schedule and other
     guidelines for the disposition of this case as well as a
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     protective order. We are adjourned. Thank you.
                 (Adjourned at 9:40 a.m.)
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	Page 13
1	CERTIFICATE
2	
3	STATE OF WASHINGTON
4	COUNTY OF THURSTON
5	
6	I, Tayler Garlinghouse, a Certified Shorthand
7	Reporter in and for the State of Washington, do hereby
8	certify that the foregoing transcript is true and
9	accurate to the best of my knowledge, skill and ability.
10	A NOTCY OF
11	
12	Jayler Garlinghouse.
13	Tayler Garlinghouse, CCR 3358
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