## Docket No. UE-220376 - Vol. II

## WUTC v. Pacificorp dba Pacific Power & Light Company

September 6, 2022



206.287.9066 | 800.846.6989

COURT REPORTING AND LEGAL VIDEO

1325 Fourth Avenue, Suite 1840, Seattle, Washington 98101 <u>www.buellrealtime.com</u> email: <u>info@buellrealtime.com</u>



## BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND )DOCKET UE-220376 TRANSPORTATION COMMISSION,) Complainant, ) vs. ) PACIFICORP, d/b/a PACIFIC ) POWER & LIGHT COMPANY, ) Respondent. )

VIRTUAL PREHEARING CONFERENCE, VOLUME II

Pages 23-43

ADMINISTRATIVE LAW JUDGE ANDREW O'CONNELL

September 6, 2022

1:30 p.m.

Washington Utilities and Transportation Commission 621 Woodland Square Loop SE Lacey, Washington 98503

REPORTED BY: TAYLER GARLINGHOUSE, CCR 3358

Buell Realtime Reporting, LLC 1325 Fourth Avenue, Suite 1840 Seattle, Washington 98101 (206) 287-9066 | Seattle (360) 534-9066 | Olympia (800) 849-6989 | National www.buellrealtime.com

Page 24 A P P E A R A N C E S 1 2 ADMINISTRATIVE LAW JUDGE: 3 ANDREW O'CONNELL 4 FOR COMMISSION STAFF: 5 NASH CALLAGHAN 6 Office of the Attorney General Utilities and Transportation Division 7 P.O. Box 40128 Olympia, Washington 98504 (360) 915-4521 8 nash.callaghan@utc.wa.gov 9 10 FOR PUBLIC COUNSEL: 11 ANN PAISNER Office of the Attorney General Public Counsel Unit 12 800 - 5th Avenue, Suite 2000 Seattle, Washington 98104 13 (206) 464-6595 14 ann.paisner@atg.wa.gov 15 FOR PACIFIC POWER: 16 ZACHARY ROGALA 17 Pacific Power & Light Company 825 Northeast Multnomah Street 18 Suite 1800 Portland, Oregon 97232 19 zachary.rogala@pacificorp.com 20 FOR NWEC: 21 LAUREN McCLOY 22 Northwest Energy Coalition 811 First Avenue, Suite 305 23 Seattle, Washington 98104 lauren@nwenergy.org 24 25

		Page 25
1	APPEARANCES (cont.)	
2	FOR AWEC:	
3		
4	SOMMER MOSER Davison Van Cleve	
5	1750 SW Harbor Way Portland, Oregon 97201	
6	(971) 710-1154 sjm@dvclaw.com	
7		
8	FOR SIERRA CLUB:	
9	ROSE MONAHAN Sierra Club Environmental Law 2101 Webster Street, Suite 13	
10	Oakland, California 94612	
11	(415) 977-5704 rose.monahan@sierraclub.org	
12		
13	* * * * *	
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		

1 LACEY, WASHINGTON; SEPTEMBER 6, 2022 2 1:30 P.M. 3 --000--PROCEEDINGS 4 5 б JUDGE O'CONNELL: Let's be on the record. 7 Good afternoon. The time is approximately 1:30 p.m. on 8 September 6, 2022. 9 My name is Andrew O'Connell. I am an administrative law judge with the Washington Utilities 10 and Transportation Commission, and I am presiding in 11 12 this matter. We're here today for a prehearing conference 13 in Docket UE-220376. This prehearing conference was 14 continued from June 30, 2022, until today. 15 16 In the interim, the Commission has issued orders resolving several motions, which were necessary 17 18 before we could move forward with this prehearing 19 conference. I'd like to move forward with appearances 20 Please tell me how you would like me to address 21 now. 22 you during this conference. For me, you can use he/him 23 pronouns and address me as Judge or Judge O'Connell. Okay. Let's start with Commission Staff. 24 25 MR. CALLAGHAN: Thank you, Your Honor. I am

BUELL REALTIME REPORTING, LLC

Page 27 Nash Callaghan, Assistant Attorney General, on behalf of 1 Commission Staff. My pronouns are he/him. 2 3 JUDGE O'CONNELL: And for PacifiCorp? MR. ROGALA: Afternoon, Judge. Zack Rogala 4 5 on behalf of PacifiCorp. He/him pronouns. 6 JUDGE O'CONNELL: Thank you. And for Pacific counsel -- sorry -- Public 7 8 Counsel? 9 MS. PAISNER: Good afternoon, Judge O'Connell. This is an Ann Paisner for the Public 10 11 Counsel Unit of the Washington State Office of the Attorney General. I'm an assistant attorney general 12 with the Public Counsel Unit. 13 Thanks. 14 JUDGE O'CONNELL: Thank you. 15 And for Sierra -- apologize -- for the 16 Alliance of Western Energy Consumers? 17 MS. MOSER: Good afternoon, Your Honor. 18 Sommer Moser on behalf of AWEC. My pronounces are 19 she/her. 20 JUDGE O'CONNELL: Thank you. And for the Sierra Club? 21 22 MS. MONAHAN: Good afternoon, Your Honor. This is Rose Monahan on behalf of Sierra Club. 23 T use she/her pronouns. And online also is my colleague, Jim 24 25 Dennison, and he uses he/him pronouns.

JUDGE O'CONNELL: 1 Thank you. 2 For Northwest Energy Coalition? 3 MS. McCLOY: Good afternoon, Judge 4 O'Connell. This is Lauren McCloy, policy director for 5 the Northwest Energy Coalition or NWEC, and I use 6 she/her pronouns. And we also have on the line, I believe, my colleague, Charlie Thompson, also with 7 8 Northwest Energy Coalition; also uses she/her pronouns. 9 JUDGE O'CONNELL: Okay. Thank you. 10 Do you have a counsel who is representing 11 NWEC in this proceeding or will you be acting on behalf 12 of NWEC? MS. McCLOY: We do not have counsel in this 13 proceeding, and I will be acting on behalf of NWEC. 14 15 JUDGE O'CONNELL: Okay. Let's begin with 16 petitions to intervene. AWEC's petition to intervene has already been granted. Sierra Club filed a timely 17 18 petition to intervene this prior Friday, September 2. 19 I had not been aware of any other petition 20 to intervene. However, persons from Northwest Energy 21 Coalition are here today, and it's my understanding that 22 you filed a petition to intervene this morning. I do 23 not have that petition to intervene before me. So I 24 will need to hear from you regarding your interest in 25 this proceeding and whether it would be in the public

1 interest to have you as a party. 2 Is there -- is there anyone else here at 3 this conference that intends to intervene other than Sierra Club and NWEC? 4 5 Hearing nothing, let's proceed. Regarding Sierra Club's petition, are there any objections to 6 their intervention? 7 8 Hearing no objections, the petition to intervene will be granted and memorialized in the 9 prehearing conference order. 10 11 Let me turn to Northwest Energy Coalition. 12 Ms. McCloy, if you have video, would you please turn it 13 on? And I realize that you've already submitted 14 a petition to intervene. I don't have it. So I can't 15 16 make any judgment because I haven't been able to review But, if you would, please put on the record why you 17 it. 18 are intending to intervene, why it's in the public 19 interest, and how your intervention will not unduly delay the proceeding. 20 MS. McCLOY: Yes, Judge O'Connell. 21 I'm 22 happy to do that. May I have permission to read my --23 pieces of my petition into the record? 24 JUDGE O'CONNELL: Yes. 25 MS. McCLOY: Thank you. Northwest Energy

BUELL REALTIME REPORTING, LLC

SEATTLE 206.287.9066 OLYMPIA 360.534.9066 SPOKANE 509.624.3261 NATIONAL 800.846.6989

Coalition is a nonprofit organization under section 1 2 501(c)(3) of the Internal Revenue Code. NWEC's primary 3 purpose is to promote an energy future that is clean, 4 reliable, affordable, and equitable. NWEC provides 5 technical and policy leadership on issues in the region, and seeks to promote the development of renewable 6 energy, energy conservation, and affordable energy 7 8 services. 9 Ms. McCloy, this is the THE COURT REPORTER: 10 court reporter. Can you slow down a little bit, please? 11 MS. McCLOY: Yes. Apologies. 12 Due to its historic and ongoing work with utility companies and others to achieve these goals, 13 NWEC possesses a substantial interest in the outcome of 14 this proceeding. 15 16 NWEC has a special interest in this proceeding for the following reasons, including but not 17 limited to, number one, members of NWEC have a direct 18 19 and substantial interest in PacifiCorp's plan to transition to a clean and equitable energy future. 20 21 Two, the outcome of this proceeding will 22 impact PacifiCorp's compliance with the Clean Energy Transformation Act, or CETA. 23 24 Three, PacifiCorp's application of the 25 social cost of greenhouse gases has a meaningful impact

BUELL REALTIME REPORTING, LLC

Page 31 on its Clean Energy Implementation Plan, or CEIP, and 1 2 its planned resource acquisitions and specific actions. 3 And, four, the proposed specific actions 4 could impact issues related to PacifiCorp's customer 5 side resources, distribution system investments, energy 6 efficiency, energy assistance, and other affordability issues for low and moderate income customers, which are 7 8 priorities for NWEC. JUDGE O'CONNELL: Okay. Let me turn to the 9 other parties. I realize that --10 11 MS. McCLOY: Judge -- Judge O'Connell, may I 12 have permission to continue? JUDGE O'CONNELL: Oh, I apologize. I thought 13 that you were -- that you had finished. Please. 14 15 Thank you. I apologize. MS. McCLOY: 16 NWEC seeks to intervene in this proceeding 17 regarding the complaint launched against PacifiCorp 18 alleging that the Company failed to incorporate the social cost of greenhouse gases in the preferred 19 portfolio of its Clean Energy Implementation Plan. 20 NWEC has extensive experience participating 21 22 in utility resource planning dockets and, in particular, the application of the social costs of greenhouse gases 23 in Washington pursuant to CETA. NWEC commented on this 24 25 issue during the development of PacifiCorp's IRP and

CEIP as well as Puget Sound Energy and Avista's CEIPs. 1 2 NWEC also commented extensively on this 3 issue during the rulemaking process for RCW 80-28-405. 4 Accordingly, NWEC is able to bring a unique and informed 5 perspective to this docket that may be useful to the Commission and the public interest. 6 And if Judge O'Connell would like, I'm also 7 8 happy to address the reason for the late filed petition. 9 JUDGE O'CONNELL: Yes, please. 10 MS. McCLOY: Thank you. Pursuant to 11 WAC 48-07-355(1)(b), NWEC has good cause for filing an 12 untimely petition to intervene. NWEC was first made aware of Order 03 denying the motion to consolidate this 13 proceeding with Docket No. 210829 in the notice of 14 deadline for petitions to intervene on Wednesday, 15 16 August 31. NWEC staff was not able to review those 17 filings until September 1, 2022. On September 2, 2022, Ms. McCloy, myself, 18 19 experienced a veterinary emergency, which required my immediate attention. And that incident, combined with 20 the Labor Day holiday on Monday, September 5, caused 21 22 NWEC to file the petition to intervene on this docket after the intervention deadline had passed. 23 24 NWEC has no intention of unreasonably 25 broadening the issues, burdening the record, or delaying

BUELL REALTIME REPORTING, LLC

Page 33 the proceeding. And to avoid duplication of efforts, 1 2 NWEC contends to work with the Sierra Club, who has also 3 petitioned to intervene in this proceeding. Thank you. 4 JUDGE O'CONNELL: Okay. Ms. McCloy, I am 5 going to find that you timely intervened in this proceeding. Our rules do allow for a party to make an 6 7 oral motion -- sorry -- an oral petition at the 8 prehearing conference to intervene. And I'm going to consider that you've done that now. So that is -- that 9 will not be an issue. 10 But with that being said, let me move to the 11 12 other parties and ask, are there any objections to NWEC's petition to intervene? 13 MR. ROGALA: Afternoon, Your Honor. 14 Zack 15 Rogala here. 16 JUDGE O'CONNELL: Yes, please, Mr. Rogala? 17 MR. ROGALA: Thank you. Your Honor, we 18 didn't object to Sierra Club's petition because we 19 welcome that participation. And Sierra Club's petition for intervention explicitly noted that it will not 20 broaden the scope of the complaint. And that is 21 22 different than NWEC's representation. They noted that they would not unreasonably expand the scope of Staff's 23 complaint. And to the extent NWEC seeks to broaden the 24 25 scope of Staff's complaint at all, we object.

But if they were to align their scope of 1 2 intervention with the Sierra Club's, that is, confined 3 to the issues raised in Staff's complaint, we do not 4 object. I'm happy to elaborate more on our objection, 5 if you need. 6 JUDGE O'CONNELL: No. I don't think any 7 additional elaboration is necessary at this time. 8 Before I turn back to NWEC, let me hear from any of the other parties, if there is another objection. 9 MR. CALLAGHAN: No objection from Staff, 10 11 Your Honor. 12 JUDGE O'CONNELL: Okay. MS. PAISNER: No objection from Public 13 Counsel. And if I may take the opportunity to add my 14 15 pronouns are she/her. 16 JUDGE O'CONNELL: Thank you. Thank you, Ms. Paisner. 17 18 And hearing no other objections, I want to 19 turn back to NWEC. Ms. McCloy, I heard at the end of what you 20 were telling us that you did not intend to broaden 21 22 Staff's complaint. Now, I think Mr. Rogala might be 23 referring back to some of the statements you made early on, and I'd like to give you the opportunity to clarify, 24 25 is it -- what -- what NWEC intends. So please, go

BUELL REALTIME REPORTING, LLC

1 ahead.

2	MS. McCLOY: Thank you, Judge O'Connell.	
3	NWEC does not intend to broaden the issues of this	
4	proceeding, and I would amend my oral petition and my	
5	written petition orally to remove the word	
б	"unreasonably." So NWEC has no intention of broadening	
7	the issues.	
8	JUDGE O'CONNELL: Okay. Well, having heard	
9	from Mr. Rogala, that if that's the case, PacifiCorp has	
10	no objection. I will move forward as if there is no	
11	objection, unless I hear from you again, Mr. Rogala.	
12	MR. ROGALA: Yeah. Your Honor, I hear	
13	Ms. McCloy noting that they're going to that they're	
14	orally amending their petition to intervene to strike	
15	that reference to broadening the complaint. So we have	
16	no objection to their intervention.	
17	JUDGE O'CONNELL: Okay. Thank you.	
18	Hearing no objections, then, NWEC's petition	
19	to intervene will be granted.	
20	Let's turn to the procedural schedule. The	
21	parties submitted an agreed procedural schedule for	
22	Commission review. I am interested in whether NWEC has	
23	had an opportunity to see that.	
24	So let me turn to you, Mr. Callaghan. Was	
25	NWEC involved in the discussions about the procedural	

BUELL REALTIME REPORTING, LLC

1 schedule at all?

2 MR. CALLAGHAN: They were not, Your Honor. 3 At the time, it was not clear to me whether or not NWEC was going to intervene. I did forward NWEC the schedule 4 5 that we had proposed, but they were not -- they had not agreed to it or had time to discuss it. 6 So I think 7 that's one of this things that we'll need to clear up 8 today. Thank you. JUDGE O'CONNELL: Okay. Well, let me turn to 9 Ms. McCloy in a second, while we're giving NWEC a little 10 bit of time to review the schedule. 11 12 Mr. Callaghan, will you please read the proposed schedule into the record, and if we need to 13 change something later, we will. But please, go ahead. 14 15 Thank you, Your Honor. MR. CALLAGHAN: So 16 the schedule that we proposed includes a first settlement conference on September 15; a deadline for 17 Staff filing initial testimony of August 21; a second 18 settlement conference August 28; a response testimony 19 due November 28; rebuttal and cross-answering testimony 20 due December 19; and then the last three deadlines, we 21 22 did not include a specific date, but we just included a evidentiary hearing sometime in mid January. And based 23 off of that, whatever that particular date would be, the 24 exhibit list, cross-examination exhibits, witness lists, 25

BUELL REALTIME REPORTING, LLC

1	et cetera, due one week prior to the evidentiary
2	hearing, and the discovery deadline one week prior to
3	the exhibit list deadline.
4	JUDGE O'CONNELL: All right. I have a couple
5	questions to clarify. So I noted the testimony date for
б	Staff followed by response and then rebuttal or
7	cross-answering testimony. On which date are the
8	intervenors and Public Counsel expected to file
9	testimony, if at all?
10	MR. CALLAGHAN: My understanding is that it
11	would be the response testimony deadline.
12	JUDGE O'CONNELL: Okay. So to clarify my
13	understanding, all parties who are not Staff would be
14	potentially filing testimony on November 28 in response
15	to Staff's testimony.
16	And then on December 19, all parties,
17	including Staff, would file testimony rebutting or in
18	response to the response testimony filed on November 28;
19	is that is my understanding correct?
20	MR. CALLAGHAN: That's correct, Your Honor.
21	JUDGE O'CONNELL: Okay. I do have a question
22	about the hearing date. But before I get to that, I
23	want to turn to NWEC.
24	Ms. McCloy, have you had a chance to look at
25	the dates? Would you like to have a little bit more

time and possibly to discuss with the parties off the 1 2 record? 3 MS. McCLOY: Thank you, Judge O'Connell. Ι 4 have reviewed the dates. I do not need any more time, 5 nor do I need to discuss them. JUDGE O'CONNELL: Okay. And do the dates work 6 for NWEC? 7 8 MS. McCLOY: Yes, they do. JUDGE O'CONNELL: Okay. Then let me ask my 9 question about the hearing date. It only says mid 10 11 January. So does that mean the parties expected the 12 Commission could select any date in mid January or are there specific conflicts or restrictions from any of the 13 14 parties during that time frame? 15 And seeing mid January, to me, that meant 16 not the first week or not the last week, but sometime between January 9 and January 26. So let me start with 17 Staff, and we'll go around the room. 18 19 Does Staff have any restrictions or 20 conflicts during that time period? MR. CALLAGHAN: We do not, Your Honor. 21 When 22 I put mid January, my thought was the second and third 23 week of January. 24 JUDGE O'CONNELL: Okay. Mr. Callaghan, which 25 weeks are that? Can you give me the numbers?

BUELL REALTIME REPORTING, LLC

MR. CALLAGHAN: Sorry. The -- those would 1 2 be the weeks of the 9th and the 16th of January. 3 JUDGE O'CONNELL: Okay. Okay. Okay. So for 4 the time period 9th through the 20th. 5 Does PacifiCorp have any restrictions or 6 conflicts? Mr. Rogala? 7 MR. ROGALA: No, Your Honor. I thank you, 8 Your Honor. Zack Rogala here. We do not have any conflicts in those two weeks. 9 10 JUDGE O'CONNELL: Okay. Thank you. And for Public Counsel, Ms. Paisner? 11 12 MS. PAISNER: We do not have conflicts those weeks in January. However, I am thinking on -- where 13 the briefing would fall thereafter. My only conflict 14 would be the week of February. I know that's sort of, 15 16 perhaps, getting ahead of things. So I suppose we don't have any conflict during those two weeks in January from 17 18 the 9th through the 20th, to answer your question. 19 JUDGE O'CONNELL: Okay. But let me share what's in my mind. Having looked at the Commission's 20 21 calendar, there's an open meeting on Thursday, 22 January 12, and Staff and Public Counsel are regularly 23 involved in the open meeting. PacifiCorp might be the 24 long way off. So that was the one thing on the calendar 25 I noted that could be a conflict. I don't intend to

BUELL REALTIME REPORTING, LLC

Page 40 schedule the hearing on Thursday, the 12th. I wanted to 1 2 point that out. 3 Okay. Let me turn to AWEC. Do you have any restrictions or conflicts? 4 5 MS. MOSER: Thank you, Your Honor. My only conflict was on the 12th, which sounds like that won't 6 be an issue. Other than that, I'm available. 7 8 JUDGE O'CONNELL: All right. Thank you. 9 For the Sierra Club? MS. MONAHAN: Thank you, Your Honor. 10 This is Rose Monahan for the Sierra Club. We do not have any 11 12 conflicts during those two weeks. JUDGE O'CONNELL: Okay. And from NWEC? 13 MS. McCLOY: This is Lauren McCloy for NWEC. 14 We do not have any conflicts during those two weeks 15 16 either. 17 JUDGE O'CONNELL: Okay. Having looked at the 18 calendar for the Commission, I am, at this point, 19 intending to set the evidentiary hearing for the 19th of January. Okay. And I will include in the prehearing 20 conference order the direction regarding sharing of all 21 22 data requests and responses with each party as the 23 parties requested when they submitted their agreed 24 procedural schedule. 25 Regarding electronic filing and service, all

filings and services are done electronically now, 1 2 according to Commission rule. No paper copies will be 3 necessary when making a filing with the Commission 4 during this proceeding. 5 Now, most, if not all, of the parties have already indicated a lead representative and the names 6 7 and email addresses of other representatives or support 8 staff who should receive electronic courtesy copies. But if you have not or if you'd like to make changes to 9 that list, please email that to me before the close of 10 business tomorrow, Wednesday. 11 12 For NWEC, I haven't seen your written petition to intervene come through. If it has that 13 information on it, I will see it. If you would email me 14 any persons who should be added to that list that isn't 15 16 in your petition to intervene, please do so by tomorrow, Wednesday. My email address is Andrew.J.Oconnell, 17 that's O-C-o-n-n-e-l-l, @utc.wa.gov. 18 19 That covers all the topics I had for this prehearing conference. Is there anything else we need 20 to address today? 21 Okay. Hearing nothing, I will issue an 22 23 order by the end of the week containing the procedural 24 schedule and other guidelines for the disposition of 25 this case. And we are adjourned. Thank you all.

		Page	42
1	(Adjourned at 1:57 p.m.)		
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			

	Page 43		
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			
11			
12			
13	S. NOTCA. W		
14	of the second seco		
15	- Jacoba Oranlinghouse, CCR 3358		
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			