### Docket No. UE-180778 - Vol. I

# In the Matter of the Petition of Pacific Power & Light Company

**December 20, 2018** 



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## BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Petition of	) DOCKET NO. UE-180778 )
	)
PACIFIC POWER & LIGHT	)
COMPANY	)
	)
For an Order Approving a	a )
Change in Depreciation	)
Rates Applicable to	)
Electric Property,	)

#### PREHEARING CONFERENCE, VOLUME I

Pages 1-14

ADMINISTRATIVE LAW JUDGE ANDREW O'CONNELL

December 20, 2018

9:40 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	2
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                   APPEARANCES (Cont.)
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     FOR BOISE WHITE PAPER:
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12
     ALSO PRESENT:
13
                           CHRIS MCGUIRE
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Page 4
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              OLYMPIA, WASHINGTON; DECEMBER 20, 2018
                             9:40 A.M.
 3
                       PROCEEDINGS
 4
 5
                 JUDGE O'CONNELL: Let's be on the record.
 6
     Good morning. Today is Thursday, December 20th, 2018.
     The time is approximately 9:40 a.m. We're here today
 7
 8
     for a prehearing conference regarding Pacific Power &
     Light Company's petition for a Commission order
 9
10
     approving a change in the company's depreciation rates
     for electric property, Docket UE-180778.
11
12
                 My name is Andrew O'Connell. I am an
     administrative law judge with the Utilities and
13
14
     Transportation Commission. I will be presiding in this
     matter along with the Commissioners. After this
15
16
     hearing, I will prepare an order outlining the procedure
     going forward in this case.
17
                 To begin, I want to take brief appearances
18
     and address the petitions for intervention. Let's begin
19
     with Pacific Power.
20
21
                 MR. MCVEE: Good morning, Your Honor.
                                                        Matt
2.2
     McVee for Pacific Power.
                 JUDGE O'CONNELL: And, Mr. Pepple?
23
24
                 MR. PEPPLE: Oh, there's no power. Tyler
25
     Pepple for the Alliance of Western Energy Consumers.
```

- 1 MS. SUETAKE: Nina Suetake, AAG for Public
- 2 Counsel.
- 3 MS. BROWN: Sally Brown, Senior Assistant
- 4 Attorney General appearing on behalf of Commission Staff
- 5 along with my AAG colleagues, Christopher Casey and Nash
- 6 Callahan.
- 7 JUDGE O'CONNELL: And on the phone?
- 8 MR. GERHART: Matthew Gerhart, appearing on
- 9 behalf of Sierra Club, Your Honor.
- 10 MR. PEPPLE: Your -- sorry, I apologize,
- 11 Your Honor. I entered my appearance, it's actually, I'm
- 12 representing Boise White paper in this docket. I
- 13 apologize.
- JUDGE O'CONNELL: Thank you for that.
- MS. BROWN: That could be important.
- MR. PEPPLE: It's not the first time that's
- 17 happened.
- 18 JUDGE O'CONNELL: So I would like to note as
- 19 a couple of you mentioned, we -- we have lost power to
- 20 the building. We are running on battery for the
- 21 transcript, and that will be available. Additionally,
- 22 because there is no bridge line available, we have made
- 23 a phone line available for Mr. Gerhart, who is the only
- 24 person or party that the Commission was aware of who
- 25 wanted to participate who is not in this room.

- 1 To the extent that there were other
- 2 individuals or entities wishing to participate in this
- 3 hearing who are unable to access the bridge line because
- 4 of the power outage to make their petition for
- 5 intervention, I am going to issue a notice in the docket
- 6 explaining that the power was out and allowing a brief
- 7 amount of time for entities to enter petitions to
- 8 intervene, which I will entertain on a shortened
- 9 scheduled.
- To the other petitions for intervention, are
- 11 there petitions for intervention other than the ones
- 12 that have been filed in the hearing? Hearing none and
- 13 seeing no one in the courtroom who is unexpected, we
- 14 will proceed.
- I have read the two petitions to intervene;
- one on behalf of Boise White Paper and one on behalf of
- 17 the Sierra Club. I am unaware of any written objections
- 18 to the petitions to intervene. Are there any
- 19 objections?
- 20 MR. MCVEE: No objections, Your Honor.
- MS. SUETAKE: No objections.
- MS. BROWN: No.
- JUDGE O'CONNELL: Okay. Hearing no
- 24 objections, the petitions to intervene will be granted.
- Mr. McVee, is there a need for a protective

- 1 order in this case, and if so, would a -- the
- 2 Commission's standard protective order suffice?
- MR. MCVEE: We believe it will. There's a
- 4 possibility that we'll be asked. We are happy to file a
- 5 motion if we get a request for information that we
- 6 consider confidential.
- 7 JUDGE O'CONNELL: So would you prefer to
- 8 wait until you get such a request?
- 9 MR. MCVEE: Actually, yes. We would like to
- 10 move to have a standard protective order issued.
- 11 JUDGE O'CONNELL: Okay. Then I will issue a
- 12 protective order in the coming days. Well, first let me
- 13 ask, is there any opposing perspective to issuing a
- 14 protective order?
- MS. BROWN: No, Your Honor.
- MS. SUETAKE: No, Your Honor.
- MR. PEPPLE: No.
- JUDGE O'CONNELL: Then I will issue a
- 19 protective order in the coming days.
- 20 Briefly I want to explain the electronic
- 21 filing and electronic service here at the Commission.
- 22 We have new Commission procedural rules. They provide
- 23 that all filing with the Commission will be electronic
- 24 and that service of all documents in the case will be
- 25 electronic from the Commission to the parties and also

- 1 from parties to parties.
- Now, in addition to the electronic filing
- 3 for the Commission's purposes, we are going to require
- 4 an original and three paper copies be filed of the fully
- 5 unredacted versions. If there are confidential versions
- of testimony or exhibits, please submit the redacted
- 7 versions electronically only. Those need not be
- 8 provided in paper.
- 9 If any party has not yet designated a lead
- 10 person for service, please do so by emailing me. My
- 11 email address is andrew.j.oconnell@utc.wa.gov. If there
- 12 is anyone else, support staff or other representatives
- 13 that you would like to be included on the master service
- 14 list, please send that to me by the close of business
- 15 today. I expect to be able to issue an order containing
- 16 the procedural guidelines in this case as soon as
- 17 tomorrow. So I would like to have any additions to what
- 18 you have already included. So, for example, in the
- 19 petitions to intervene, I notice that there were support
- 20 staff and other individuals who were named as should be
- 21 receiving electronic service in this case, and I have
- 22 included those already.
- Okay. I want to address the procedural
- 24 schedule. I've been provided a proposed procedural
- 25 schedule by the parties, and my understanding is that

- 1 there is consensus on this procedural schedule; is that
- 2 correct?
- MR. PEPPLE: I believe that's correct, Your
- 4 Honor. Would you mind --
- 5 MS. BROWN: I didn't misrepresent anything
- 6 or change the date.
- 7 MR. PEPPLE: I wasn't sure if you gave him
- 8 the one that we just agreed to.
- 9 MS. BROWN: Yes, I did.
- 10 JUDGE O'CONNELL: So I have a copy of it and
- 11 I'm going to briefly read it into the record because as
- 12 I note, there have been some changes to the parties'
- 13 preferences.
- 14 Starting with the first date, Staff and
- intervenor response testimony will be May 16, 2019;
- 16 settlement conference, May 21st, 2019; Company's
- 17 rebuttal or reply testimony and Staff and intervenor
- 18 cross-answering testimony, June 27th, 2019; settlement
- 19 conference, July 11th, 2019; discovery deadline, the
- 20 last day to issue data requests, July 15th, 2019;
- 21 cross-examination, exhibits, witness list, and time
- 22 estimates, July 23rd, 2019; evidentiary hearing,
- 23 August 1st, 2019; simultaneous opening briefs,
- 24 August 23rd, 2019; simultaneous response briefs,
- 25 September 10th, 2019.

- 1 I have reviewed the Commission's calendar
- 2 and the availability of the Commissioners as to this
- 3 hearing date, and to my knowledge right now, we -- the
- 4 Commission is available. I will confirm the rest of the
- 5 schedule with the Commission's calendar, and then I will
- 6 incorporate it into the prehearing conference order.
- 7 MR. MCVEE: Your Honor?
- JUDGE O'CONNELL: Yes.
- 9 MR. MCVEE: May I ask for one clarification?
- 10 Just for the -- the June 27th date for the Company
- 11 rebuttal or reply, I think that would be just Company
- 12 rebuttal testimony and then Staff and intervenor.
- JUDGE O'CONNELL: I will make that edit on
- 14 the procedural schedule that I will issue.
- MR. MCVEE: Thank you.
- JUDGE O'CONNELL: I have one other item that
- 17 I'm aware of before we close this proceeding. During
- 18 cases at the Commission, I'm aware that parties often
- 19 request that other parties copy them and -- on data
- 20 requests and any responses to data requests. I would
- 21 make this easier on the parties by making that
- 22 requirement in the prehearing conference order so that
- 23 you don't have to issue those data requests at the
- 24 outset. Is there an objection to me including that
- 25 requirement?

Page 11 1 MS. BROWN: No. 2 MS. SUETAKE: No, Your Honor. MR. MCVEE: No, no objection. 3 JUDGE O'CONNELL: Okay. I will include that 4 5 in my prehearing conference order. 6 Is there anything else that we need to address today? 8 MR. PEPPLE: Your Honor, just one -- one quick thing. I guess we didn't talk about it, but there 9 was an agreement to do a five-business-day turnaround 10 for discovery responses. That was actually identified 11 12 after the Company's surrebuttal testimony in a five-round option. I guess I would propose that that 13 five-business-day turnaround apply to after the rebuttal 14 15 and cross-answering testimony. 16 MR. MCVEE: The Company has no objection to 17 that. 18 JUDGE O'CONNELL: The other parties? 19 MS. SUETAKE: No objection. 20 Okay. That's acceptable. MS. BROWN: JUDGE O'CONNELL: And, Mr. Gerhart? 21 22 MR. GERHART: No objections, Your Honor. 23 JUDGE O'CONNELL: Okay. With that, I will include the five-day -- five-business-day turnaround for 24

responding to data requests after June 27th when the

25

- 1 Company rebuttal testimony and Staff and intervenor
- 2 cross answering testimony is due. Is --
- 3 MR. MCVEE: One other thing, Your Honor.
- 4 Also, for the settlement, is it possible to note that
- 5 the parties may agree to modify the date for settlement
- 6 discussions without changing the procedural schedule?
- 7 JUDGE O'CONNELL: I believe that already
- 8 under the rules the parties can agree to do that.
- 9 MR. MCVEE: Thank you, Your Honor.
- 10 MS. BROWN: Are you saying that because you
- 11 contemplate or anticipate the slippage of the date?
- 12 Because the idea is to have a firm date and then gather
- on that specific day, because if it moves and then it
- 14 can interfere with preparation of testimony or anything
- 15 else so...
- MR. MCVEE: I'm just trying to protect
- 17 flexibility in the scheduling. There may be something
- 18 that comes up, and it would be nice to be able to
- 19 have --
- 20 MS. BROWN: There's always that option.
- JUDGE O'CONNELL: And my expectation is that
- 22 the parties would provide notice to myself and the
- 23 Commission that they're moving the date of the
- 24 settlement conference for whatever conflict may arise.
- MR. MCVEE: Yes, Your Honor.

Page 13 JUDGE O'CONNELL: Okay. Is there anything 1 2 else we should discuss? Okay. Hearing nothing, then we 3 will be adjourned today. Thank you for appearing here 4 and dealing with the lack of power. I appreciate it. Mr. Gerhart, thank you for your patience and 5 willingness to be available on the phone. 6 7 MR. GERHART: Of course. Thank you, Your 8 Honor. 9 MS. BROWN: Thank you. JUDGE O'CONNELL: With that, we'll be off 10 the record. 11 12 (Adjourned at 9:51 a.m.) 13 14 15 16 17 18 19 20 21 22 23 24 25

Page	14
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	S. NOTCO
11	SERVICE STATE OF THE SERVICE S
12	Jayler Garlinghouse
13	Tayler Garlinghouse, CCR 3358
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