## Docket Nos. UE-220053, UG-220054, and UE-210854 (Consolidated) - Vol. IV

## **WUTC v. Avista Corporation**

September 7, 2022



206.287.9066 I 800.846.6989

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

email: info@buellrealtime.com



Page 81 Page 83 BEFORE THE WASHINGTON 1 LACEY, WASHINGTON; SEPTEMBER 7, 2022 UTILITIES AND TRANSPORTATION COMMISSION 2 6:00 p.m. 3 -000-WASHINGTON UTILITIES AND ) Dockets UE-220053 4 PROCEEDINGS TRANSPORTATION COMMISSION, ) UG-220054, and ) UE-210854 5 Complainant, ) (Consolidated) 6 CHAIR DANNER: Good evening, everyone. VS. 7 Today is September 7th, 2022, and this is a public 8 comment hearing of the Washington Utilities and AVISTA CORPORATION, d/b/a AVISTA UTILITIES, 9 Transportation Commission in Dockets UE-220053 and 10 UG-220054. This is Avista's 2022 general rate case. Respondent. 11 I'm Dave Danner. I'm chair of the Commission. 12 I'm joined by my colleagues, Commissioner Ann Rendahl VIRTUAL PUBLIC COMMENT HEARING - VOLUME IV and Commissioner Milt Doumit. 13 Pages 81-90 14 On January 21st of this year, Avista filed with 15 the Commission seeking an increase in electric and gas 16 rates over the next two years. This is the Company's September 7, 2022 17 first filing since the passage of Senate Bill 5295 in 18 2021, which requires companies to seek rate increases 6:00 p.m. 19 within the context of a multiyear rate plan. Washington Utilities and Transportation Commission 20 Under the Company's original proposed plan, it 621 Woodland Square Loop Southeast Lacey, Washington 98503 2.1 would seek an increase in electric revenues of 52.9 22 million in the first year and an additional increase of (All participants appeared via videoconference.) 23 17.1 million in the second year. It saw an increase in 24 natural gas rates of 10.9 million in year one and 2.2 DATE TAKEN: SEPTEMBER 7, 2022 25 million in year two. REPORTED BY: ROSE DETLOFF, RMR, CRR, CCR #21036100 Page 82 Page 84 APPEARANCES 1 On June 28th, 2022, the Company reached a 2 COMMISSIONERS: 2 settlement with all other parties to the case except 3 DAVE DANNER, Chair ANN RENDAHL, Commissioner 3 one, the Public Counsel Unit of the Office of the 4 MILT DOUMIT, Commissioner 4 Attorney General. 5 5 The settling parties are the Company, the 6 COMMISSION STAFF: NASH CALLAGHAN 6 Commission Staff, which acts as a party in rate cases ANDREW ROBERTS 7 independently from the Commissioners, the Northwest 8 RYAN SMITH 8 Energy Efficiency Alliance, the Alliance of Western 9 AVISTA CORPORATION: 9 Energy Consumers, The Energy Project, the Sierra Club, 10 10 Walmart, and the Small Business Utility Advocates. LIZ ANDREWS 11 JOE MILLER 11 Under the proposed settlement, the Company will **CASEY FIELDER** 12 reduce its rate increase request for electric from 52.9 12 PATRICK EHRBAR 13 million down to 38 million in year one, and from 17.1 13 PUBLIC COUNSEL: 14 million to 12.5 million in year two. It would reduce 14 15 its rate increase request for natural gas from 10.9 **COREY DAHL** 15 **NINA SUETAKE** 16 million to 7.5 million in year one, and from 2.2 million 16 17 to 1.5 million in year two. ALSO PRESENT: 18 The proposed settlement also contains a number 17 CAROL WELTZ (SNAP) 19 of terms including changes to low-income programs, 18 20 performance metrics, removal of costs related to the 19 \* \* \* \* \* 21 Colstrip coal plant in Montana, and incorporating equity 20 22 into business planning among other terms. 21 23 As I mentioned, the Office of Public Counsel 2.2 23 24 does not support the overall settlement. While it 2.4 25 supports many of the settlement terms, it argues for an 25

Page 85

electric revenue increase of 383,000 in year one and 2.8 million in year two, and a natural gas revenue increase of 1.7 million in year one and \$237,000 in year two.

The parties I identified that are formally participating in this proceeding are either acting as intervenors or have statutory authority to participate, but we also invite comments by members of the public on their views on the rate case before the Commission. The comments we receive from you this evening will be made part of the formal record in the case.

Be aware that the Commissioners serve as judges in this case. For that reason, we cannot answer questions from those commenting tonight.

By statute, the Office of Public Counsel represents the interests of residential small customers of Avista, and I see that Public Counsel Nina Suetake and Corey Dahl are both attending the meeting this evening. If you have questions about this case, you can contact the Office of Public Counsel, and you can e-mail them at utility@atg.wa.gov. That is utility@atg.wa.gov or by writing to them at the Attorney General's Office Public Counsel Unit, 800 Fifth Avenue, Suite 2000, Seattle, Washington 98104.

For those who do not wish to speak tonight, the UTC will accept written comments in this case. And you

MR. ROBERTS: Good evening. My name is Andrew Roberts with Commission Staff. I'd like to cover some logistics for the hearing tonight.

Page 87

We ask that everyone please mute your connections unless you are called on to speak. If you're participating via Zoom, you can mute your connection by clicking the microphone icon. A slash will appear across the microphone indicating you have muted your connection. To unmute, you can click the microphone again. The slash will disappear. And when you're done speaking, please remember to mute your connection again.

The same process follows if you called in on your telephone. Press star six to mute yourself. When you're called on to speak, press star six to unmute. And when you're done speaking, please press star six again to mute yourself.

Please wait to be called on for comment and do not interrupt other speakers. There are two options to report technical difficulties. You can use the chat feature in Zoom or you can call Ryan Smith at 360-664-1165. And the chat feature should only be used to report technical difficulties.

If you would like to submit additional written comment, you can submit comment via our e-mail address

Page 86

may submit those via a web form on our website at utc.wa.gov/consumers/, and you will see a place where you can click on a submit a comment link.

 $\label{eq:commissioner} \mbox{COMMISSIONER RENDAHL: Dave, I think you might have frozen.}$ 

Everyone, Chair Danner may have frozen. So we'll just wait for a moment. Thanks, everyone, for your patience. Technology is always a problem.

And you're back.

CHAIR DANNER: I apologize. I have no idea where I cut out. So, Commissioner, maybe you can tell me where we lost it.

COMMISSIONER RENDAHL: I think you were just advising everyone about -- as Commissioners, we sit as judges, and the opportunity to provide written comments if you don't provide oral comments. But maybe start in about how to do the process for speaking tonight.

CHAIR DANNER: All right. Thank you. In fact, I will turn that over to Andrew Roberts from our Staff, and I hope his connection is better than my own.

So, Andrew, maybe you want to give the logistics for this meeting. And also, we will accept written comments if there are people who don't wish to speak tonight. So maybe you can give us the contact information for that. So, Andrew.

Page 88

at comments@utc.wa.gov or you can call 1-888-333-9882 to submit comments over the phone. Those two methods are in addition to the web form that Chair Danner previously mentioned at www.utc.wa.gov.

It looks like we do have some people who are interested in providing comment tonight. I would appreciate it if we could get your names so we can sign you up on our sign-in sheet. There aren't that many people, so I think I can just open this up. Please do try to speak one at a time. Thank you.

CHAIR DANNER: All right. Thank you very much, Andrew. Let me ask -- I guess we can go alphabetically. If your name -- actually, I think we have a small enough group. So anybody who wishes to go first, why don't you just raise your hand or just begin.

All right. Is there anyone on the call tonight who wishes to provide a public comment?

All right. Andrew, I am not hearing anything. Are you -- do you have any information suggesting that we have people joining us tonight?

MR. ROBERTS: I have no one that signed in on the sign-in sheet. There are a few names on the meeting list here that I don't recognize. But without anybody speaking up, I don't think we have anybody.

CHAIR DANNER: All right, then. I will put

2 (Pages 85 to 88)

	Page 89	
1	out a last call.	
2	Is there anybody who wishes to comment on	
3	Avista's proposed settlement or the proposed rate	
4	increase?	
5	All right. I am hearing nothing. And unless	
6	the Commissioners disagree, I am prepared to adjourn the	
7	meeting.	
8	Before I do that, let me ask Public Counsel	
9	we are going to take written comments. We have a	
10	hearing on the 21st. Do you have a date to propose for	
11	when they should get those comments in?	
12	MS. SUETAKE: We can do it a week after the	
13	hearing. That's usually pretty common for us.	
14	CHAIR DANNER: Okay. So that would be the	
15	28th?	
16	MS. SUETAKE: Sorry. I don't have my	
17	calendar in front of me, but yes. I would assume so.	
18	CHAIR DANNER: Okay. That's seven days	
19	after the 21st. All right. Very good. Well, that's	
20	what we'll do, then.	
21	Again, last call?	
22	I'm hearing nothing. So thank you, everyone,	
23	for your time tonight. That concludes the public	
24	hearing in this case.	
25	(Proceedings concluded at 6:11 p.m.)	
	D 00	
	Page 90	
1	CERTIFICATE	
2		
3	STATE OF WASHINGTON	
4	COUNTY OF KING	
5 6	I, Rose Detloff, a Certified Court Reporter in	
7	and for the State of Washington, do hereby certify that	
8	the foregoing transcript is true and accurate to the	
9	best of my knowledge, skill and ability.	
10	boot of my fatomougo, claim and ability.	
11		
12		
13		
14		
15		
	ROSE DETLOFF, RMR, CRR, CCR	
16		
17	My commission expires:	
18	DECEMBER 6, 2022	
19 20		
21		
22		
23		
24		
	· · · · · · · · · · · · · · · · · · ·	
25		

Page 91

		l	l	
A	C	Commissioners	days 89:18	gas 83:15,24 84:15
ability 90:9	<b>C</b> 82:1 83:4 90:1,1	82:2 84:7 85:11	DECEMBER	85:2
accept 85:25 86:22	calendar 89:17	86:14 89:6	90:18	general 83:10 84:4
accurate 90:8	<b>call</b> 87:21 88:1,16	<b>common</b> 89:13	<b>Detloff</b> 81:25 90:6	General's 85:21
acting 85:5	89:1,21	companies 83:18	90:15	give 86:21,24
acts 84:6	CALLAGHAN	<b>Company</b> 84:1,5	difficulties 87:20	<b>go</b> 88:12,14
addition 88:3	82:7	84:11	87:23	going 89:9
additional 83:22	<b>called</b> 87:5,13,15	<b>Company's</b> 83:16	disagree 89:6	<b>good</b> 83:6 87:1
87:24	87:18	83:20	disappear 87:10	89:19
address 87:25	<b>CAROL</b> 82:17	Complainant 81:5	<b>Dockets</b> 81:3 83:9	group 88:14
adjourn 89:6	case 83:10 84:2	concluded 89:25	<b>Doumit</b> 82:4 83:13	guess 88:12
advising 86:14	85:8,10,12,18,25	concludes 89:23		H
Advocates 84:10	89:24	connection 86:20	E 82:1,1 83:4,4	hand 88:15
Alliance 84:8,8	cases 84:6	87:7,9,12	90:1,1	hearing 81:10 83:8
alphabetically	<b>CASEY</b> 82:11	connections 87:5	e-mail 85:19 87:25	87:3 88:18 89:5
88:13	CCR 81:25 90:15	Consolidated 81:5	<b>Efficiency</b> 84:8	89:10,13,22,24
<b>Andrew</b> 82:7 86:19	Certified 90:6	Consumers 84:9	EHRBAR 82:12	hope 86:20
86:21,25 87:2	certify 90:7	<b>contact</b> 85:19	either 85:5	110pe 80.20
88:12,18	<b>chair</b> 82:3 83:6,11	86:24	electric 83:15,21	I
<b>ANDREWS</b> 82:10	86:6,10,18 88:3	contains 84:18	84:12 85:1	icon 87:7
<b>Ann</b> 82:3 83:12	88:11,25 89:14,18	context 83:19	Energy 84:8,9,9	idea 86:10
answer 85:12	changes 84:19	Corey 82:14 85:17	equity 84:21	identified 85:4
anybody 88:14,24	<b>chat</b> 87:20,22	CORPORATION	evening 83:6 85:9	including 84:19
88:24 89:2	click 86:3 87:9	81:7 82:9	85:18 87:1	incorporating
apologize 86:10	clicking 87:7	costs 84:20	expires 90:17	84:21
appear 87:8	<b>Club</b> 84:9	Counsel 82:13 84:3	expires 70.17	increase 83:15,21
appeared 81:21	coal 84:21	84:23 85:14,16,19	F	83:22,23 84:12,15
appreciate 88:7	colleagues 83:12	85:22 89:8	<b>F</b> 90:1	85:1,2 89:4
argues 84:25	Colstrip 84:21	COUNTY 90:4	<b>fact</b> 86:19	increases 83:18
assume 89:17	comment 81:10	Court 90:6	<b>feature</b> 87:21,22	independently 84:7
attending 85:17	83:8 86:3 87:18	cover 87:2	FIELDER 82:11	indicating 87:8
Attorney 84:4	87:25,25 88:6,17	CRR 81:25 90:15	Fifth 85:22	information 86:25
85:21	89:2	customers 85:15	<b>filed</b> 83:14	88:19
authority 85:6	commenting 85:13	<b>cut</b> 86:11	<b>filing</b> 83:17	interested 88:6
Avenue 85:22	comments 85:7,9	D	<b>first</b> 83:17,22 88:15	interests 85:15
Avista 81:7,7 82:9	85:25 86:15,16,23	<b>D</b> 83:4	<b>follows</b> 87:13	interrupt 87:19
83:14 85:16	88:2 89:9,11	<b>d/b/a</b> 81:7	foregoing 90:8	intervenors 85:6
<b>Avista's</b> 83:10 89:3	comments@utc	<b>Dahl</b> 82:14 85:17	form 86:1 88:3	invite 85:7
aware 85:11	88:1	Danner 82:3 83:6	formal 85:10	IV 81:10
B	commission 81:2,4	83:11 86:6,10,18	formally 85:4	
	81:17 82:6 83:9	88:3,11,25 89:14	front 89:17	J
back 86:9	83:11,15 84:6	89:18	frozen 86:5,6	January 83:14
best 90:9	85:8 87:2 90:17	date 81:24 89:10		<b>JOE</b> 82:11
better 86:20	Commissioner	Dave 82:3 83:11	G	<b>joined</b> 83:12
Bill 83:17	82:3,4 83:12,13	86:4	<b>G</b> 83:4	joining 88:20
<b>business</b> 84:10,22	86:4,11,13	00.1		
	l	I	I	I

Page 92

	·	1				
judges 85:11 86:15	84:15 85:2	<b>pretty</b> 89:13	request 84:12,15	speak 85:24 86:24		
<b>June</b> 84:1	Nina 82:15 85:16	previously 88:3	requires 83:18	87:5,15 88:10		
	Northwest 84:7	problem 86:8	residential 85:15	speakers 87:19		
K	number 84:18	proceeding 85:5	Respondent 81:8	speaking 86:17		
<b>KING</b> 90:4		Proceedings 89:25	revenue 85:1,2	87:11,16 88:24		
knowledge 90:9	0	process 86:17	revenues 83:21	<b>Square</b> 81:18		
	O 83:4	87:13	right 86:18 88:11	Staff 82:6 84:6		
L	<b>o0o-</b> 83:3	programs 84:19	88:16,18,25 89:5	86:20 87:2		
<b>Lacey</b> 81:18 83:1	<b>Office</b> 84:3,23	Project 84:9	89:19	star 87:14,15,16		
link 86:3	85:14,19,21	propose 89:10	RMR 81:25 90:15	start 86:16		
list 88:23	Okay 89:14,18	proposed 83:20	<b>Roberts</b> 82:7 86:19	<b>State</b> 90:3,7		
<b>LIZ</b> 82:10	open 88:9	84:11,18 89:3,3	87:1,2 88:21	statute 85:14		
logistics 86:22 87:3	opportunity 86:15	provide 86:15,16	<b>Rose</b> 81:25 90:6,15	statutory 85:6		
looks 88:5	options 87:19	88:17	Ryan 82:8 87:21	submit 86:1,3		
<b>Loop</b> 81:18	oral 86:16	providing 88:6		87:24,25 88:2		
<b>lost</b> 86:12	original 83:20	<b>public</b> 81:10 82:13	S	Suetake 82:15		
low-income 84:19	overall 84:24	83:7 84:3,23 85:7	<b>S</b> 82:1 83:4	85:16 89:12,16		
		85:14,16,19,22	saw 83:23	suggesting 88:19		
M	P	88:17 89:8,23	<b>Seattle</b> 85:23	Suite 85:22		
meeting 85:17	<b>P</b> 82:1,1 83:4	· ·	second 83:23			
86:22 88:23 89:7	<b>p.m</b> 81:16 83:2	put 88:25	see 85:16 86:2	support 84:24		
members 85:7	89:25	0	seek 83:18,21	supports 84:25		
mentioned 84:23	Pages 81:11	questions 85:13,18	seeking 83:15	T		
88:4	part 85:10	questions 03.13,10	<b>Senate</b> 83:17	<b>T</b> 90:1,1		
methods 88:2	participants 81:21	R	September 81:14	take 89:9		
metrics 84:20	participate 85:6	<b>R</b> 82:1 83:4 90:1	81:24 83:1,7	<b>TAKEN</b> 81:24		
microphone 87:7,8	participating 85:5	raise 88:15	serve 85:11	technical 87:20,23		
87:10	87:6	rate 83:10,18,19	settlement 84:2,11	Technology 86:8		
<b>MILLER</b> 82:11	parties 84:2,5 85:4	84:6,12,15 85:8	84:18,24,25 89:3	telephone 87:14		
million 83:22,23,24	party 84:6	89:3	settling 84:5	tell 86:11		
83:25 84:13,13,14	passage 83:17	rates 83:16,24	seven 89:18	terms 84:19,22,25		
84:14,16,16,16,17	patience 86:8	reached 84:1	sheet 88:8,22	thank 86:18 88:10		
85:2,3	PATRICK 82:12	reason 85:12	Sierra 84:9	88:11 89:22		
Milt 82:4 83:13	people 86:23 88:5,9	receive 85:9	sign 88:7	Thanks 86:7		
moment 86:7	88:20	recognize 88:23	sign 88:8,22	think 86:4,13 88:9		
Montana 84:21	performance 84:20	record 85:10	signed 88:21	88:13,24		
multiyear 83:19	phone 88:2	reduce 84:12,14	signed 88.21 sit 86:14	time 88:10 89:23		
mute 87:4,6,11,14	place 86:2	related 84:20	six 87:14,15,16	Today 83:7		
87:17	plan 83:19,20	remember 87:11	skill 90:9	tonight 85:13,24		
<b>muted</b> 87:9	planning 84:22	removal 84:20	skii 90:9 slash 87:7,10	86:17,24 87:3		
	plant 84:21	Rendahl 82:3	small 84:10 85:15	88:6,16,20 89:23		
N	please 87:4,11,16	83:12 86:4,13	88:14	transcript 90:8		
<b>N</b> 82:1 83:4	87:18 88:9	report 87:20,23	Smith 82:8 87:21	_		
name 87:1 88:13	prepared 89:6	<b>REPORTED</b> 81:25	SMAP 82:17	Transportation		
names 88:7,22	PRESENT 82:16	Reporter 90:6		81:2,4,17 83:9		
<b>NASH</b> 82:7	press 87:14,15,16	represents 85:15	Sorry 89:16 Southeast 81:18	true 90:8		
natural 83:24	P1000 07.17,13,10	iopieseiies 03.13	Southeast 01:10	<b>try</b> 88:10		

Page 93

				Page 93
turn 86:19 two 83:16,25 84:14 84:17 85:2,3 87:19 88:2  U UE-210854 81:4 UE-220053 81:3 83:9 UG-220054 81:4 83:10 Unit 84:3 85:22 unmute 87:9,15 use 87:20 usually 89:13 UTC 85:25 utc.wa.gov/consu 86:2 Utilities 81:2,3,7,17 83:8 Utility 84:10 utility@atg.wa.gov 85:20,20  V videoconference 81:21 views 85:8 VIRTUAL 81:10 VOLUME 81:10 vs 81:6  W wait 86:7 87:18 Walmart 84:10 want 86:21 Washington 81:1,3	wishes 88:14,17 89:2 Woodland 81:18 writing 85:21 written 85:25 86:15,23 87:24 89:9 www.utc.wa.gov 88:4  X  Y year 83:14,22,23 83:24,25 84:13,14 84:16,17 85:1,2,3 85:3 years 83:16  Z Zoom 87:6,21  0  11-888-333-9882 88:1 1.5 84:17 1.7 85:3 10.9 83:24 84:15 12.5 84:14 17.1 83:23 84:13  2 2.2 83:24 84:16 2.8 85:1 2000 85:22 2021 83:18	360-664-1165 87:22 38 84:13 383,000 85:1 4 5 5 52.9 83:21 84:12 5295 83:17 6 6 6 90:18 6:00 81:16 83:2 6:11 89:25 621 81:18 7 7 81:14,24 83:1 7.5 84:16 7th 83:7 8 800 85:22 81-90 81:11 9 98104 85:23 98503 81:18		rage 93
	<b>Zoom</b> 87:6,21	7 <b>th</b> 83:7		
	<b>Zoom</b> 87:6,21	<b>7th</b> 83:7		
•		<u> </u>	-	
• 0	— <u>U</u>		-	
<b>T</b> 7	1			
· · · · · · · · · · · · · · · · · · ·	1-888-333-9882	-	_	
			_	
		<b>98503</b> 81:18		
	<b>17.1</b> 83:23 84:13			
	2.			
<b>Washington</b> 81:1,3 81:17,18 83:1,8	<b>2021</b> 83:18			
81:17,18 83:1,8 85:23 90:3,7	<b>2022</b> 81:14,24 83:1			
we'll 86:7 89:20	83:7,10 84:1			
web 86:1 88:3	90:18			
website 86:1	<b>21036100</b> 81:25			
week 89:12	<b>21st</b> 83:14 89:10,19 <b>237,000</b> 85:3			
<b>WELTZ</b> 82:17	28th 84:1 89:15			
Western 84:8				
wish 85:24 86:23	3			