1 BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION 2 COMMISSION 3 BNSF RAILWAY COMPANY, ) ) 4 Petitioner, ) DOCKET NO. TR-090121 vs. ) 5 Volume II ) SNOHOMISH COUNTY, Pages 39 - 59 ) б ) Respondent. ) 7 \_\_\_\_\_ 8 A prehearing conference in the above matter 9 was held on March 20, 2009, at 10:31 a.m., at 1300 10 South Evergreen Park Drive Southwest, Olympia, 11 Washington, before Administrative Law Judge ADAM E. 12 TOREM (via bridge line.) 13 14 The parties were present as follows: 15 BNSF RAILWAY COMPANY, by BRADLEY P. SCARP and KELSEY E. ENDRES (via bridge line), Attorneys at Law, Montgomery, Scarp, MacDougall, 1218 Third Avenue, Suite 16 2700, Seattle, Washington 98101; telephone, (206) 625-1801. 17 18 SNOHOMISH COUNTY, by JUSTIN W. KASTING, Deputy Prosecuting Attorney, 3000 Rockefeller Avenue, 19 M/S 504, Everett, Washington 98201; telephone, (425) 388-6337. 20 WASHINGTON UTILITIES AND TRANSPORTATION 21 COMMISSION, by JONATHAN THOMPSON, Assistant Attorney General, 1400 South Evergreen Park Drive Southwest, 22 Post Office Box 40128, Olympia, Washington 98504; telephone, (360) 664-1225. 23 LYNN F. LOGEN, Intervenor, by LYNN F. LOGEN (via bridge line) (pro se), 15017 Southeast 43rd Place, 24 Bellevue, Washington 98006; telephone, (425) 641-1692. 25 Kathryn T. Wilson, CCR, Court Reporter

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1 PROCEEDINGS JUDGE TOREM: It's a little bit after 10:30 2 3 in the morning on March 20th, 2009. This is docket 4 TR-090121. This is Administrative Law Judge Adam 5 Torem, and I'm appearing on the bridge line today б having gotten back from Korea yesterday afternoon a day 7 early, so I was able to step in and not have Judge 8 Rendahl make a decision regarding the issue before us. 9 We are having a conference today at the 10 request of Mr. Lynn Logen, who filed a motion for a 11 continuance. I think we are probably going to use this 12 today as the status conference we would have had next 13 week and go ahead and strike that unless there is further business to take up next week. At this point, 14 15 I want to go around and take appearances, and we will 16 start with those in the conference room in Olympia; 17 Mr. Thompson? 18 MR. THOMPSON: This is Jonathan Thompson, assistant attorney general, representing the Commission 19 20 staff. 21 JUDGE TOREM: I understand that Snohomish County is in the room. 22 23 MR. KASTING: This is Justin Kasting, deputy 24 prosecuting attorney representing Snohomish County. 25 JUDGE TOREM: Excellent. I believe your

1 contact information is the same as your colleague who 2 made a full appearance the last time at our prehearing 3 conference? 4 MR. KASTING: That is correct. 5 JUDGE TOREM: Let's turn to the bridge line. б I understand, Mr. Logen, you are on the bridge line? 7 MR. LOGEN: That is correct. This is Lynn 8 Logen, L-y-n-n, L-o-g-e-n. 9 JUDGE TOREM: I believe for BNSF, Mr. Scarp? 10 MR. SCARP: This is Bradley Scarp for BNSF 11 Railway Company, and I don't know if Ms. Endres is also 12 on the line --13 MS. ENDRES: Yes. 14 MR. SCARP: Kelsey Endres is on the line, and 15 our contact information is the same as at the last 16 hearing. 17 JUDGE TOREM: We went around before we went 18 on the record, and I didn't hear any other business 19 that needed to be taken up, so Mr. Logen, please 20 restate again the reason for the motion for continuance 21 that's in your letter so everyone is on the same page this morning as well as give us any further elaboration 22 23 you think is necessary. 24 MR. LOGEN: Thank you. First off, I want to 25 state that the last sentence in my petition, the

1 unforeseen responsibilities, have been shifted as of 2 this morning, so they no longer prevent me from making 3 the March 30 and 31 hearing. 4 However, the receipt of information to my 5 data request has taken some time. I issued data б requests on February 24th, and the day after I returned 7 back to the state, I received replies ten days later, 8 but then I received supplemental replies on March 11th 9 and March 17th. On some of the information I received 10 on March 11th, on March 13th, I issued additional data 11 requests that replies on those wouldn't be due until 12 March 27th, which doesn't really give me time to 13 consider them and make any decisions. 14 Also in the information in the data request, 15 there was an indication that Burlington Northern was 16 interested in settling, so I would like to explore that

17 since the Commission generally encourages settlement.

18 JUDGE TOREM: Thank you, Mr. Logen.

MR. LOGEN: One additional comment; there was also information sent to the Commission that was not posted on our Web site, comments from the public, which I believe able to receive through an additional data request, and that was sent back to me promptly. JUDGE TOREM: Do you still think the hearing needs to be pushed away from March 30th to 31st? Are

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1 you still making that request to continue? 2 MR. LOGEN: Yes, I am. 3 JUDGE TOREM: Let me hear first from 4 Mr. Scarp or Ms. Endres from BNSF. 5 MR. SCARP: Thank you, Judge Torem. I'm glad 6 that we cleared up the unforeseen responsibilities. 7 With regard to the data requests, and if I'm not 8 completely accurate, Ms. Endres has probably a finger 9 closer to the pulse of exactly what the responses are, 10 but quite simply, Mr. Logen has sent us quite a 11 comprehensive set of data requests on a number of the 12 issues which, I would suggest are not going to be 13 relevant to the determination of the public crossing 14 closure. 15 That said, we have gone out of our way to 16 obtain and provide data and responses, and we 17 supplemented those responses with documents as we see 18 or obligations, but I don't really see how some of 19 these issues are going to be material to the 20 Commission's determination on the public closure. So I 21 can't see how he has been prejudiced in any way, shape, or form because we've gone out of our way to do this. 22 23 I would also note that we have witnesses 24 lined up and that we have been planning toward this date, and our witnesses are available, and I loathe to 25

1 try to recreate this without an absolutely compelling reason, which from our side we haven't heard, but 2 3 that's not our determination. I also note that the 4 public comment session has been scheduled and notices 5 for that have gone out. б To sum up, Your Honor, I heard a vague 7 assertion that some of the responses, the supplemental 8 responses have come in late, but I haven't heard 9 anything that has been directed to the issues that will 10 be in front of you to determine the closure. 11 JUDGE TOREM: Thank you, Mr. Scarp. I want 12 to come back to some of that in a moment. I want to 13 hear first from Mr. Kasting, and then, Mr. Thompson, 14 I'll have you wrap up. 15 MR. KASTING: The County concurs with 16 everything Mr. Scarp has said and doesn't have a whole 17 lot to add. The County's position on the closure is 18 clearly articulated in County Counsel Motion 09-032,

which is included as Exhibit EE in the County's response to Mr. Logen's data request. The County would oppose the continuance because it would like to see the construction of the railroad terminal proceed as expeditiously as possible, and so again, the County would agree with everything that Mr. Scarp said as well.

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1 JUDGE TOREM: Mr. Thompson? MR. SCARP: Excuse me, Judge Torem. In case 2 3 I didn't make it absolutely clear, BNSF clearly opposes 4 the motion for continuance. 5 JUDGE TOREM: Mr. Thompson? б MR. THOMPSON: For Staff's part, I would only 7 add that we have scheduled the public comment hearing, as Mr. Scarp alluded to, for the evening of Monday the 8 9 30th, and I think something like 68 notices have been 10 mailed out to people in the area of the crossing and or 11 people who have filed comments already with the 12 Commission, and I think also the Commission sent out a 13 press release to notify people of the public comment 14 hearing. 15 So in any event, I think the public comment 16 hearing needs to remain on that date because you can't 17 really undo the notice. Given that, we certainly would 18 like to maintain the efficiency of having the hearing on the same date. It makes it difficult to try to 19 schedule a different date for the adjudicative portion 20 21 of the hearing. 22 I think the issue boils down to this question of what argument Mr. Logen feels he needs to make with 23 the outstanding information. Maybe BNSF could commit 24

25 to provide a quick response on whatever it is, and

1 maybe we could explore a little more what the argument 2 is and what information is required .

3 MS. ENDRES: Brad, let me know if you want to 4 take this one, but as far as the data requests that 5 Mr. Logen has referred to with the responses that came in relatively recently, and John's request for a little б 7 bit more information, as far as I understand, 8 Mr. Logen, and correct me if I'm wrong, is sort of 9 looking to get more information related to ownership of 10 the crossing. BNSF recently sent Mr. Logen documents 11 that do show that BNSF does own the railway 12 right-of-way. I don't think that those are at issue in 13 this hearing, as well as some of the merits of the siding track project itself in terms of archeology 14 15 studies or wetland issues. I'm not sure exactly where 16 Mr. Logen was going with that, and maybe we will 17 address those issues a little bit more if we are doing 18 our status conference in limiting the scope of some of these issues, but as far as I understand from the data 19 requests, that's really where he's trying to go, and I 20 don't think that those are going to be ultimately in 21 the scope of the issues decided at the hearing. 22 23 JUDGE TOREM: What I'm hearing generally,

24 Mr. Logen, is all the other parties are opposed to the 25 continuance, but the conflict that would have made you

unavailable to play your role as a party has been
removed; is that correct, sir?

3 MR. LOGEN: That is correct.

4 JUDGE TOREM: The next question really is the 5 data requests and you getting information in a timely б fashion so you can analyze it and be prepared to, as it 7 proves relevant, get that information before me through 8 an appropriate witness or exhibits a week from Monday, 9 if that's the day we go forward. So I'm going to ask 10 Mr. Scarp and Ms. Endres, what outstanding data 11 requests do you have from Mr. Logen at this time? 12 MR. SCARP: I'm going to defer to Ms. Endres. 13 MS. ENDRES: We have three outstanding data requests. One pertains to an option mentioned in an 14 15 e-mail from Megan McIntyre that really relates to the 16 procedural construction of the siding track project. 17 One is Mr. Logen's request for what options may be 18 available in terms of settlement between a private 19 crossing or some other issue, which I think those 20 discussions can certainly proceed regardless of when 21 the hearing is scheduled. 22 The third data request asks for any studies

23 of the impact of the siding construction and 24 archeological sites, and of course it will be up to 25 your ruling on the scope of the issues, but when we are

1 balancing public safety versus convenience and necessity, the merits of the siding track, SEPA and 2 3 whatnot, BNSF's position is that these three data 4 requests do not affect the issues that will be explored 5 at the hearing next week or whenever that will be. б MR. SCARP: Judge Torem, could Ms. Endres 7 tell us when those data requests were received by us 8 from Mr. Logen? 9 MS. ENDRES: These data requests were sent to 10 us on March 13th. JUDGE TOREM: So March 13th, and they would 11 12 be due out in a response on Monday? 13 MS. ENDRES: I believe it would be the Friday. If I remember the procedural rules, I think 14 15 it's ten business days. 16 JUDGE TOREM: So that would be the 27th then. 17 What is the soonest you could have those responses 18 ready? 19 MS. ENDRES: We are just waiting on final 20 feedback from our client, so as soon as we get that, 21 they should be ready to go out. 22 JUDGE TOREM: If you can see if your client 23 can get their final feedback in by noon on Monday, I 24 think that would allow us to get these responses, if at 25 all possible, either one or all three of them, back

1 from BNSF to Mr. Logen on Monday afternoon or Tuesday 2 morning. That way, as you suggested, perhaps we could 3 at that point use Tuesday afternoon's time. We are 4 scheduled at 2:30 for a status conference to talk about 5 the issues and determine at that point which, if any, of these various issues go beyond public safety, which б 7 is the statutory requirement for the Commission to 8 judge whether the petition for closure of the crossing 9 should be granted or not. We'll see from others 10 Mr. Logen is trying to bring at the hearing as a focus 11 or which he's trying to simply get a bigger picture for 12 his own purposes so he knows how to approach this, and 13 then Tuesday afternoon, we can have those discussions and appropriately as necessary limit and focus the 14 15 hearing to those issues that are available within the 16 Commission's jurisdiction to rule upon at a hearing of 17 this sort, and if there are other issues that can be 18 taken up in some other way, whether it's through a 19 county land use process or something that would be between Mr. Logen and the state Department of 20 21 Transportation on a state SEPA process, we might be able to better direct him, whether from within the 22 23 other parties as a suggestion or with my ruling on what 24 the scope of the hearing should be. We can take care

of that on Tuesday. So I guess the question was, do

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1 you think that you can get a response to him by Monday 2 afternoon on the outstanding data requests? 3 MS. ENDRES: We will do everything in our 4 power to do so. 5 JUDGE TOREM: If you get those responses on 6 Monday or Tuesday morning, Mr. Logen, do you think that 7 will give you enough time to prepare for hearing on 8 March 30th? 9 MR. LOGEN: That would help a lot, yes, and I 10 think I probably could. 11 JUDGE TOREM: The one thing that it doesn't 12 solve is your request to get some time for settlement 13 discussions with the Railway, and it sounded like from what Ms. Endres described, the issue is this private 14 15 crossing and how you might be able to negotiate its 16 terms. I can appreciate your wanting to have that done 17 in the context of a hearing, and whether you appreciate 18 or not, there may be some issues that the Commission 19 has jurisdiction over now or could influence now which might no longer exist if the crossing is already closed 20 21 or a ruling has been made for us to influence BNSF and its position on private crossings, so I can understand 22 23 wanting to have those negotiations while this docket is 24 still pending. Have you made any individual attempts 25 to schedule something between now and the hearing dates

1 with BNSF to talk about what terms might be amenable to 2 both of you for private crossing agreement? 3 MR. LOGEN: I called Ms. Endres and asked 4 some general questions, and they requested I put it in 5 the form of a data request. б JUDGE TOREM: So, Ms. Endres, it sounds as 7 though one of the responses will be as to what avenues 8 might be available for a private crossing for 9 Mr. Logen? 10 MS. ENDRES: That's the second data request, 11 yes. 12 JUDGE TOREM: What I'm hoping is that 13 whatever the response is, and if that comes out before next week on Tuesday afternoon, that if we keep this 14 15 all on schedule to hold the hearing on March 30th and 16 31st, which from everything I've heard this morning is 17 my inclination, that somewhere between now and then, 18 there would be some room for settlement discussions 19 among the parties. 20 If there is no room to schedule settlement 21 negotiations between now and March 30th, what I would encourage is that the parties plan to hold the hearing 22 23 on March 30th and if necessary, carry over to the 24 morning of the 31st, but even when the hearing itself 25 closes on Tuesday that the parties stick around that

are interested in a private crossing agreement and have those negotiations with the remainder of Tuesday while everybody is still there and the issues have been freshly testified to that day or the day before.

5 Certainly while I take the case under advisement after the 31st and wait to have final briefs б 7 sent in, there is no reason the parties can't continue 8 negotiations and submit a proposed settlement after the 9 fact and even notify me that they want me to hold off 10 on an opinion until the settlement they are negotiating 11 is wrapped up in it. But the testimony and the 12 hearings, as Mr. Scarp pointed out, I think the fact 13 that the witnesses have been scheduled is having efficiencies there as well as, Mr. Thompson pointed 14 15 out, having the public comment hearing schedule and the 16 rest of the public coming to give their views on Monday 17 are very good reasons to keep the hearing scheduled as 18 it is, and that second point I make because the public quite often will attend some or all of the hearing 19 during the day prior to making their comments in the 20 21 evening, so I think some of the people that will come only for public comment, they will be confused if we 22 give them another date. 23

24 So for those reasons, and because I do think 25 the other reasons given for the continuance, Mr. Logen,

1 I think those can be resolved with a faster response to 2 data requests as pledged by BNSF today, we can take 3 care of this and satisfy your concerns, I'm going to 4 deny the request for continuance, and we will continue 5 as scheduled, but despite what I said earlier, we are not going to strike Tuesday afternoon's status б 7 conference. You don't need to make the drive down on 8 Tuesday, Mr. Kasting. I apologize that wasn't directly 9 communicated to you today to save some mileage. 10 MR. KASTING: It was communicated to us. Ιt 11 was important for us to be down here. 12 JUDGE TOREM: With that, we will go forward 13 with the hearing as scheduled and we will go forward with the status conference next week. To sum up, BNSF 14 15 is going to do its best to respond to your data 16 requests, Mr. Logen, ahead of our hearing on Tuesday 17 afternoon so that you will have all your data requests 18 completed. If there are supplemental responses, we 19 continue to ask people to file those. Those may even be handed to you the day of the hearing, depending on 20 21 when they come in to BNSF. That's sort of standard practice. 22

23 We are going to hear from everyone on Tuesday 24 regarding scope of the issues and anything else 25 outstanding, and if it's possible, I hope that,

1 Ms. Endres, you and Mr. Logen can schedule some time to 2 meet ahead of the hearing and discuss potential issues 3 with the private crossing agreement, if that is 4 possible for both sides to negotiate. If I know the 5 terms of that at the hearing, that makes things a lot easier, and if it comes in afterwards, it could still б 7 be accommodated. Mr. Logen, do you have any questions? 8 MR. LOGEN: No, thank you, Judge. 9 JUDGE TOREM: Mr. Kasting? 10 MR. KASTING: Nothing. Thank you, Judge 11 Torem. 12 MS. ENDRES: I do have one brief question. 13 If BNSF and Mr. Logen do come to some sort of settlement agreement, whether or not that involves a 14 15 private crossing or some other arrangement, I know 16 there was some question that we had, and we had 17 e-mailed Mr. Thompson about when a hearing is required, 18 and if an intervenor is opposing a petition, if we did come to a settlement agreement with Mr. Logen, would 19 the hearing still need to proceed because the 20 21 Commission receives public comment against closure to 22 make a record? 23 JUDGE TOREM: My understanding, and 24 Mr. Thompson, you can chime in with the Commission staff's understanding, is at this point, we do have to 25

hold the public comment hearing. That would be
required because we do have comments coming in and they
showed opposition to the proposed closing, so we do
have to hold that portion of the hearing.

5 As far as the evidentiary hearing, if all the 6 parties were on one side, it wouldn't make for much of 7 a hearing, and we wouldn't need to make a record as to 8 the rest of it. You may still wish to come and make a 9 pro forma record on which to counter anything that 10 comes in from the public, so you may want to pick and 11 choose from the Railway's or County's perspective to 12 submit your witnesses to a brief direct examination, 13 but if you have settled with Mr. Logen, there wouldn't necessarily be any cross-examination, except for 14 15 briefly from Commission staff, so it would be more of a 16 streamlined hearing.

17 If you wanted to waive the ability to put on 18 any witnesses, then certainly we could strike that 19 hearing, but my understanding of the statute requires 20 that we still hold a public comment hearing, and it is 21 scheduled Monday evening the 30th. Mr. Thompson, what 22 is Commission staff's position on that?

23 MR. THOMPSON: I would agree we need to hold 24 the public comment hearing, if for no other reason than 25 it is already advertised we were going have one, and

1 also, I think when there is a settlement agreement, there has to be some sort of consideration of the 2 3 settlement once an adjudication has been started, so 4 that might be the opportunity for the proponents of the 5 settlement to just present a panel of people to speak б to the settlement and why it's in the public interest 7 and why the crossing should be closed in just general 8 terms, as you say. 9 MR. SCARP: I don't want to get too far down 10 the road. We will communicate with our client. This 11 process is ongoing, by the way, settlement discussion, 12 but going forward on that, in the event that there is a 13 resolution with Mr. Logen, would it be possible to submit direct testimony, perhaps in writing, in lieu of 14 15 a hearing? 16 JUDGE TOREM: That would certainly be 17 possible, Mr. Scarp, and I will let you wait until 18 Tuesday afternoon to tell me whether that's what you 19 want to do or not. Lots of things could happen between 20 now and Tuesday afternoon, I'm sure, to make progress 21 along these lines. 22 What I was going to suggest is that's the opportunity scheduled right now for a hearing on the 23 24 merits. If the main merits for holding that hearing was the petition for intervention that was granted to

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Mr. Logen to oppose the crossing and the parties are
able to resolve that opposition, then there would be no
need for the evidentiary hearing.

4 As Mr. Thompson pointed out, there has to be 5 some process on the settlement itself, and if the settlement hearing were not ripe to be conducted on б 7 March 30th or 31st simply because conceptually, the 8 parties had agreed to it but the form of the settlement 9 had yet to be turned out or various supporting exhibits 10 needed to be created, we could schedule another 11 settlement hearing in April, and the public comment 12 would already have been taken on March 30th, and the 13 settlement hearing could be held with a small panel of witnesses, whether back in the community so they had an 14 15 opportunity to attend, or whether that be held in 16 Olympia, but the settlement could be coming into the 17 Commission with the basis of the sworn testimony.

18 And Mr. Scarp, if your witnesses would need 19 to supply testimony in support of a settlement of the case had to appear by telephone, I think we could work 20 21 that out as well. So I want to give the parties as much flexibility as possible to settle their issues, 22 23 and if the Commission needs to make a ruling on the 24 crossing closure, the Commission can do that, but I want to make sure we go forward with process, and the 25

1 dates we've agreed to will stay in place now. You will have to tell me next week where we are with settlement 2 3 and what's probable, and then on March 30th, tell me if 4 we are going to have real witnesses or just a pro forma 5 here's the settlement and a small panel or something else that we can do. Mr. Scarp, does that answer the б 7 question of how I'm looking at it now? 8 MR. SCARP: I believe it does. Thank you. JUDGE TOREM: In sum, we will have a status 9 10 conference next Tuesday, the 24th. It will be a 11 telephone conference except I will be in Olympia. We 12 will have the hearing itself on March 30th and 31st 13 with the public comment hearing as currently scheduled 14 on the evening of March 30th. Mr. Logen, are there any 15 other questions you have? 16 MR. LOGEN: None, thank you. 17 JUDGE TOREM: Any other parties, any 18 questions? 19 MR. SCARP: I don't have any, Judge Torem. 20 JUDGE TOREM: Ms. Endres, any questions as to 21 the data request issue? 22 MS. ENDRES: No, Your Honor. 23 JUDGE TOREM: Mr. Kasting? 24 MR. KASTING: No. 25 JUDGE TOREM: I will hear from you all on

Tuesday afternoon. Good luck getting those data requests sent out, and Mr. Logen, do you foresee any other data requests? MR. LOGEN: Not at this time I don't. JUDGE TOREM: If you do, please make me and the rest of the parties aware Tuesday afternoon, but I think regardless, we are going to go forward on the hearing as scheduled. Any other questions? Then a little after 11 o'clock, we are off the record. Thank you all very much. (Prehearing adjourned at 11:03 a.m.)