### BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND	)	DOCKETS UE-130137
TRANSPORTATION COMMISSION,	)	and UG-130138 (consolidated)
	)	
Complainant,	)	
	)	ORDER 02
v.	)	(CORRECTED 3/28/2013)
	)	
PUGET SOUND ENERGY, INC.,	)	CONSOLIDATION ORDER;
	)	PREHEARING CONFERENCE
Respondent.	)	ORDER; NOTICE OF HEARING
	)	(Set for May 16, 2013)
	)	

- NATURE OF PROCEEDINGS: On February 4, 2013, Puget Sound Energy, Inc. (PSE) filed with the Commission certain tariff revisions designed to increase rates for electrical and natural gas services provided to customers in Washington. PSE describes the filing as an update to its electric and natural gas rates consistent with the expedited filing method proposed by the Commission Staff in PSE's 2011-2012 general rate case, Dockets UE-111048 and UG-111049 (consolidated). The tariff revisions, if allowed to become effective, would increase rates to recover additional revenues of approximately 1.6 percent for electrical services and decrease rates by approximately 0.1 percent for natural gas services.
- The Commission suspended operation of the as-filed tariffs by Order 01, entered in these dockets on March 14, 2013. The Commission, among other things, designated the undersigned Administrative Law Judge (ALJ) as a presiding officer to assist the Commission in bringing these dockets to a conclusion, and directed the ALJ to set an expedited schedule for discovery, any additional prefiled testimony and hearing.
- CONFERENCE/PRESIDING OFFICERS. The Commission convened a prehearing conference in this proceeding at Olympia, Washington on March 22, 2013, before Administrative Law Judge Dennis J. Moss, whom the Commission appoints as

<sup>&</sup>lt;sup>1</sup> This filing does not meet the criteria defining a "general rate case" in WAC 480-07-505(1). PSE refers to the filing as an Expedited Rate Filing (ERF) and we adopt this lexicon and acronym for purposes of this Order.

presiding officer in this proceeding. This was a joint prehearing conference with Dockets UE-121697 and UG-121705, and Docket UE-121373.

- PARTY REPRESENTATIVES: Sheree Strom Carson, Jason Kuzma and Donna Barnett, Perkins Coie, Bellevue, Washington, represent PSE. Simon ffitch, Assistant Attorney General, Seattle, Washington, represents the Public Counsel Section of the Washington Office of Attorney General (Public Counsel). Sally Brown, Senior Assistant Attorney General, and Gregory J. Trautman, Assistant Attorney General, Olympia, Washington, represent the Commission's regulatory staff (Commission Staff or Staff).<sup>2</sup>
- Melinda Davison and Joshua Weber, Davison Van Cleve, Portland, Oregon, represent the Industrial Customers of Northwest Utilities (ICNU). Chad M. Stokes and Tommy Brooks, Cable Huston Benedict Haagensen & Lloyd LLP, Portland, Oregon, represent Northwest Industrial Gas Users (NWIGU). Norman Furuta, Associate Counsel, Department of the Navy, San Francisco, California, represents the Federal Executive Agencies (FEA). Ronald L. Roseman, Attorney, Seattle, Washington, represents the Energy Project. Damon E. Xenopoulos and Shaun Mohler, Brickfield, Burchette, Ritts & Stone, P.C., Washington, D.C., represent Nucor Steel of Seattle, Inc. (Nucor).
- 6 **CONSOLIDATION.** The Commission, on its own motion, consolidates Dockets UE-130137 and UG-130138.
- 7 **PETITIONS FOR INTERVENTION.** The following businesses and organizations filed petitions to intervene or petitioned orally:

ICNU The Energy Project
NWIGU Nucor Steel
FEA

There was no objection to the petitions to intervene. The Commission finds that the petitioners each demonstrated their substantial interest in this proceeding and that their participation will be in the public interest. The petitions to intervene are granted.

<sup>2</sup> In formal proceedings, such as this, the Commission's regulatory staff participates like any other party, while the Commissioners make the decision. To assure fairness, the Commissioners, the presiding administrative law judge, and the Commissioners' policy and accounting advisors do not discuss the merits of this proceeding with the regulatory staff, or any other party, without

giving notice and opportunity for all parties to participate. See RCW 34.05.455.

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- 9 **PROTECTIVE ORDER.** The Commission will enter its standard form of protective order under RCW 34.05.446, RCW 80.04.095, WAC 480-07-420 and WAC 480-07-423, to facilitate discovery.
- DISCOVERY. Discovery will continue pursuant to the Commission's discovery rules, WAC 480-07-400 425. The response time for data requests is five business days. In addition, to expedite the exchange of potentially relevant information, parties are required to provide all work papers, including model runs and source documents, at the time they prefile testimony and exhibits. The Commission urges the parties to work cooperatively together to avoid having to bring discovery matters forward for formal resolution.
- PROCEDURAL SCHEDULE. The Commission establishes the procedural schedule set forth in Appendix B to this Order. The schedule strikes a balance between PSE's proposal to conclude these proceedings by the end of April and Public Counsel's proposal that would extend the schedule into September. The schedule also responds to the Commissioners' direction to the presiding administrative law judge to conclude these dockets expeditiously.
- While this schedule is workable and does not cause prejudice to any party, all parties will be required to exhibit cooperation and diligent effort to ensure that a full and adequate record is developed. The Commission will provide notice of any change in this schedule, in the event this is necessary to protect due process concerns or for other reasons.
- NOTICE OF HEARING. The Commission will hold evidentiary hearings in this matter beginning May 16, 2013, at 9:00 a.m., in the Commission's Hearing Room, Second Floor, Richard Hemstad Building, 1300 S. Evergreen Park Drive S.W., Olympia, Washington. Hearings will continue from day to day until completed. The Commission may alter this schedule by subsequent notice.
- NOTICE OF PUBLIC COMMENT HEARING. The Commission will hold a hearing to take public comments in this matter beginning May 16, 2013, at 6:00 p.m., in the Commission's Hearing Room, Second Floor, Richard Hemstad Building, 1300 S. Evergreen Park Drive S.W., Olympia, Washington. The public comment hearing will continue until all members of the public who sign in to make comments are heard, or until 8:00 p.m., whichever occurs first.

- DOCUMENT PREPARATION AND FILING REQUIREMENTS. Parties must file the original plus 16 copies of the unredacted versions of all pleadings, motions, briefs, and other prefiled materials. Parties must also file the original and one copy of any redacted version(s). These materials must conform to the format and publication guidelines in WAC 480-07-395 and WAC 480-07-460. The Commission prefers that materials be three-hole punched with *oversized* holes to allow easy handling. The Commission may require a party to refile any document that fails to conform to these standards.
- All filings must be mailed or delivered to the Executive Secretary, Washington Utilities and Transportation Commission, P.O. Box 47250, 1300 S. Evergreen Park Drive, S.W. Olympia, Washington 98504-7250. Both the post office box and street address are required to expedite deliveries by the U.S. Postal Service.
- An electronic copy of all filings must be provided through the Commission's Web Portal (<a href="www.utc.wa.gov/e-filing">www.utc.wa.gov/e-filing</a>) or by e-mail delivery to (<a href="records@utc.wa.gov">records@utc.wa.gov</a>). Alternatively, parties may furnish an electronic copy by delivering with each filing a 3.5-inch IBM-formatted high-density diskette, CD or USB flash drive including the filed document(s). Parties *must furnish* electronic copies in MS Word 6.0 (or later) supplemented by a separate file in .pdf (Adobe Acrobat) format. Parties must follow WAC 480-07-140(5) in organizing and identifying electronic files.
- 18 **ELECTRONIC SUBMISSION OF DOCUMENTS.** The Commission grants a one-day extension of the paper-filing requirement under WAC 480-07-145(6), allowing electronic submission of documents with the Commission on the deadlines established by the procedural schedule. Parties must submit documents through the Commission's Web Portal (<a href="www.utc.wa.gov/e-filing">www.utc.wa.gov/e-filing</a>) or by e-mail to (<a href="mailto:records@utc.wa.gov">records@utc.wa.gov</a>), and file an original, plus **16** paper copies, of the documents with the Commission by the following business day. Parties must provide courtesy copies of their electronic submissions to the presiding administrative law judge and the parties to the proceeding.
- The Commission requires parties to submit documents in adjudicative proceedings no later than 2:00 p.m. on the deadline date to give Records Center personnel adequate time to post and distribute them.
- 20 **ALTERNATE DISPUTE RESOLUTION**. The Commission supports the informal settlement of matters. Parties are encouraged to consider means of resolving disputes informally. The Commission has asked Greg Kopta, Director and Administrative

Law Judge, Administrative Law Division, to serve in the capacity of a third party neutral and provide dispute resolution services to the parties. Mr. Kopta will contact the parties to discuss alternative dispute resolution process and establish a schedule.

NOTICE TO PARTIES: A party who objects to any portion of this Order must file a written objection within ten (10) calendar days after the service date of this Order, pursuant to WAC 480-07-430 and WAC 480-07-810. The service date appears on the first page of the order in the upper right-hand corner. Absent such objection, this Order will control further proceedings in this matter, subject to Commission review.

Dated at Olympia, Washington, and effective March 28, 2013.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DENNIS J. MOSS Administrative Law Judge

### APPENDIX A

## PARTIES' REPRESENTATIVES DOCKETS UE-130137/UG-130138 (ERF)

PARTY	REPRESENTATIVE	PHONE	FACSIMILE	E-MAIL
Puget	Sheree Strom Carson*	425-635-1400	425-635-2400	scarson@perkinscoie.com
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Energy	10885 NE Fourth St., Suite 700			
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	Perkins Coie LLP			psedrs@perkinscoie.com
	Ken Johnson*	425-462-3495		Ken.s.johnson@pse.com
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	Regulatory Affairs			
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Commission	Sally Brown*	360-664-1193	360-586-5522	sbrown@utc.wa.gov
Staff	Senior Assistant Attorney			
	General			
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	Olympia, WA 98504-0128			
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Public	Simon J. ffitch*	206-389-2055	206-389-2544	simonf@atg.wa.gov
Counsel	Senior Assistant Attorney			
	General			
	Public Counsel Section			
	Office of Attorney General			
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	Davison Van Cleve, P.C.			
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	Michael Deen			mdeen@r-c-s-inc.com
	Michael Gorman			mgorman@consultbai.com

#### DOCKETS UE-130137/UG-130138 (consolidated) ORDER 02 (CORRECTED 3/28/2013)

PARTY	REPRESENTATIVE	PHONE	FACSIMILE	E-MAIL
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(cont.)	Industrial Customers of			
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	Donald Schoenbeck			dws@r-c-s-inc.com
	Michael Deen	702 202 40 54	702 202 1011	mdeen@r-c-s-inc.com
	Ed Finklea*	503-303-4061	503-303-4941	efinklea@nwigu.org
	Executive Director			
	Northwest Industrial Gas Users			
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N C41	Lake Oswego, OR 97034  Damon E. Xenopoulos*	202 242 0900	202-342-0807	1@1-1
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	Washington, D.C. 20007			
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	Brickfield, Burchette, Ritts &			<u>shaammomer e borshaw.com</u>
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The Energy	Ronald L. Roseman*	206-324-8792	206-568-0138	ronaldroseman@comcast.net
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<sup>\*</sup> Denotes individuals identified for purposes of official service.

# APPENDIX B PROCEDURAL SCHEDULE DOCKETS UE-130137 and UG-130138

<u>EVENT</u>	<u>DATE</u>
Company Direct Testimony and Exhibits	February 4, 2013
Prehearing Conference	March 22, 2013
Staff Testimony	March 27, 2013
Issues/Technical Conference (parties only)	April 4, 2013
Discovery Cut-Off Date <sup>3</sup>	April 10, 2013
Public Counsel and Intervenor Response Testimony and Exhibits	April 26, 2013
Rebuttal and Cross-Answering Testimony	May 7, 2013
Cross Examination Exhibits	May 14, 2013
Hearing	May 16, 2013
Post-Hearing Briefs	May 30, 2013

 $<sup>^3</sup>$  Responses to all data requests are due five business days following receipt.