Docket No. UG-190210 - Vol. I

Washington Utilities and Transportation Commission v. Cascade Natural Gas Corporation

April 16, 2019



COURT REPORTING AND LEGAL VIDEO

206.287.9066 | 800.846.6989

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



Page 1

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND)DOCKET NO. UG-190210
TRANSPORTATION COMMISSION,)
)
Complainant,)
)
VS.)
)
CASCADE NATURAL GAS)
CORPORATION,)
)
)
Respondent.)

PREHEARING CONFERENCE - VOLUME I

Pages 1-13

ADMINISTRATIVE LAW JUDGES RAYNE PEARSON & LAURA CHARTOFF

April 16, 2019

10:00 a.m.

Washington Utilities and Transportation Commission 1300 South Evergreen Park Drive Southwest Olympia, Washington 98504

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) 846-6989 | National www.buellrealtime.com Page 2 APPEARANCES 1 2 ADMINISTRATIVE LAW JUDGES: 3 RAYNE PEARSON LAURA CHARTOFF 4 Washington Utilities and 5 Transportation Commission 1300 South Evergreen Park Drive SW Olympia, Washington 98504 6 (360) 664-1160 7 rayne.pearson@utc.wa.gov laura.chartoff@utc.wa.gov 8 FOR COMMISSION STAFF: 9 JENNIFER CAMERON-RULKOWSKI JEFF ROBERSON (via bridge) 10 Assistant Attorney General 11 Office of the Attorney General Utilities and Transportation Division 12 1400 South Evergreen Park Drive SW PO Box 40128 13 Olympia, Washington 98504 (360) 664-1186 14 jennifer.cameron-rulkowski@utc.wa.gov 15 FOR PUBLIC COUNSEL: 16 LISA GAFKEN Assistant Attorney General 17 Office of the Attorney General 800 - 5th Avenue, Suite 2000 18 Seattle, Washington 98104 (206) 464-6595 19 lisa.gafken@atg.wa.gov 20 FOR CASCADE NATURAL GAS: 21 LISA RACKNER 22 McDowell Rackner Gibson PC 419 Southwest 11th Avenue 23 Suite 400 Portland, Oregon 97205 (503) 595-3925 24 lisa@mrg-law.com 25

BUELL REALTIME REPORTING, LLC

Page 3 1 A P P E A R A N C E S (Cont.) 2 FOR THE ENERGY PROJECT: 3 (Via bridge) SIMON FFITCH 4 Attorney at Law 321 High School Road NE 5 Suite D-3, Box 383 Bainbridge Island, Washington 98110 6 (206) 669-8197 simon@ffitchlaw.com 7 8 FOR AWEC: (Via bridge) 9 CHAD STOKES Cable Huston LLP 10 1001 SW Fifth Avenue, Suite 2000 Portland, Oregon 97204 11 (503) 224-3092 cstokes@cablehuston.com 12 13 ALSO PRESENT: 14 MICHAEL PARVINEN Manager, Regulatory 15 Cascade Natural Gas Corporation 8113 W Grandridge Boulevard 16 Kennewick, Washington 99336 michael.parvinen@cngc.com 17 18 * 19 20 21 22 23 24 25

Page 4 1 OLYMPIA, WASHINGTON; APRIL 16, 2019 2 10:00 A.M. 3 ------4 PROCEEDINGS 5 6 JUDGE PEARSON: We'll go ahead and be on the 7 So good morning. We're here today for a record. 8 prehearing conference in Docket UG-190210, which is 9 captioned Washington Utilities and Transportation Commission versus Cascade Natural Gas Corporation. 10 11 My name is Rayne Pearson and with me is 12 Laura Chartoff. We are administrative law judges with the Utilities and Transportation Commission, and we will 13 14 be co-presiding in this matter along with the Commissioners. 15 16 So let's start by taking appearances and 17 addressing the petitions for intervention. And let's begin with Cascade. 18 19 MS. RACKNER: Lisa Rackner for Cascade Natural Gas. 20 21 JUDGE CHARTOFF: Thank you. 22 And for Staff? 23 MS. CAMERON-RULKOWSKI: Jennifer 24 Cameron-Rulkowski, Assistant Attorney General, and with 25 me also on the phone is Jeff Roberson, Assistant

Page 5 1 Attorney General. 2 JUDGE PEARSON: Thank you. Public Counsel? 3 MS. GAFKEN: Good morning. Lisa Gafken, 4 5 Assistant Attorney General, appearing on behalf of Public Counsel. 6 7 JUDGE PEARSON: Okay. And for the Alliance 8 of Western Energy Consumers? MR. STOKES: Good morning. This is Chad 9 Stokes for the Alliance of Western Energy Consumers. 10 11 JUDGE PEARSON: Thank you. And for The Energy Project? 12 13 MR. FFITCH: Good morning, Your Honor. This 14 is Simon ffitch on behalf of The Energy Project. 15 JUDGE PEARSON: Thank you. 16 Is there anyone else on the bridge line who 17 wishes to enter an appearance? Okay. Hearing none, that brings us to the 18 19 petitions for intervention. Are there any petitions for intervention other than the ones that have already been 20 filed in the docket? 21 Okay. Hearing nothing, we will proceed. 22 We've reviewed the two petitions to intervene; one filed 23 24 on behalf of AWEC and one filed on behalf of The Energy 25 Project. Are there any objections to either of those

Page 6 petitions? 1 2 MS. RACKNER: None. 3 MS. GAFKEN: No. 4 JUDGE PEARSON: Okay. Then those petitions 5 to intervene are granted. So the Commission has already entered a 6 7 protective order, that brings us to the procedural 8 schedule. I want to remind the parties that the 9 Commission has adopted new procedural rules regarding electronic filing and service and I'm sure you are all 10 familiar with at this point. The Commission requires 11 12 electronic filing of documents for formal filings. 13 In this case, the Commission will also require the filing of an original and five paper copies 14 15 for internal distributions. And if the filings include 16 information designated as confidential or highly 17 confidential, please file the original and three copies of the fully unredacted version, and we don't need 18 additional -- sorry, and five copies, not three copies, 19 of the unredacted version. And we don't need paper 20 copies of the part -- partially or fully redacted 21 22 version. You can just file those in electronic format only. And the Commission's rules provide for electronic 23 service of documents, so the Commission will serve 24 25 parties electronically and the parties will serve each

1 other electronically.

2	If any party has not yet designated a lead
3	representative for service, please do so via an email to
4	me and Judge Chartoff as soon as possible. My email is
5	rayne.pearson@utc.wa.gov, and Judge Chartoff's email is
6	laura.chartoff@utc.wa.gov. And if anyone would like to
7	add names and email addresses of other representatives
8	or support staff who should receive electronic courtesy
9	copies of all documents filed in this proceeding, please
10	email that to us as well.
11	And then I'm going to turn it over to Judge
12	Chartoff for the remainder.
13	JUDGE CHARTOFF: Okay. Thank you.
14	So the next topic is data requests. So I'm
15	aware that parties often request that any data requests
16	and their responses be shared with every other party. I
17	can include this as a requirement in the prehearing
18	conference order. Is there any objection to my
19	including this requirement to share all data requests
20	and responses with all parties?
21	MS. GAFKEN: No, that's quite welcomed.
22	JUDGE CHARTOFF: Thank you. Okay. I will
23	do that.
24	Okay. The next topic is the procedural
25	schedule. Prior to going on the record, we were handed

BUELL REALTIME REPORTING, LLC

Page 7

Page 8 a draft procedural schedule. 1 2 Can -- Ms. Cameron-Rulkowski, can you 3 address that? MS. CAMERON-RULKOWSKI: Yes, I would be 4 5 happy to. Thank you. For those on the phone, what I 6 handed to both of the judges and also to the other 7 parties who are present in the room is a draft procedural schedule as we have been discussing. 8 However, for the settlement conference number one, I 9 have put to be determined for the date there since we 10 11 haven't come up with a date yet. 12 So the dates that we have, I'll go ahead and 13 read that into the record. After that initial settlement conference, we have response testimony and 14 exhibits, August 22nd; and then Cascade to circulate a 15 16 joint issues matrix, September 5th; a second settlement 17 conference the week of September 16th; rebuttal and cross-answering testimony, October 8th; and then we have 18 a placeholder for the notice to be issued for a public 19 comment hearing 30 days prior to the public comment 20 hearing, and then we also have a placeholder for the 21 22 public comment hearing to be determined. 23 Then Cascade files the joint issues matrix 24 October 21st; the discovery cutoff is -- is also October 25 21st; exhibit list, cross-examination exhibits, witness

BUELL REALTIME REPORTING, LLC

lists, time estimates, and exhibit errata will be filed 1 October 28th; the evidentiary hearing is November 4th 2 and the morning of November 5th; post-hearing briefs and 3 4 the updated joint issues matrix are December 19th. 5 And I would be happy to email a copy of this 6 draft procedural schedule to both judges, both of you, 7 Your Honors. 8 JUDGE CHARTOFF: Thank you. 9 JUDGE PEARSON: Okay. And before we went on 10 the record, you indicated that you may be able to take a brief recess and determine that first settlement 11 12 conference date? 13 MS. CAMERON-RULKOWSKI: Yes. 14 JUDGE PEARSON: Okay. So should we do that 15 now? 16 MS. GAFKEN: Before we do that, I just 17 wanted to ask if -- with respect to the public comment 18 hearing, Public Counsel would recommend having two public comment hearings. It's referred to in the 19 singular. And, of course, we're -- we're happy to work 20 with Andrew Roberts on that issue, but because Cascade's 21 22 service territory is noncontinuous and it's quite spread out, it seems to make sense to have more than one. 23 24 JUDGE CHARTOFF: I thought there would be 25 three based on -- I was going off the last -- the last

BUELL REALTIME REPORTING, LLC

Page 9

Page	10
1	rate case where they were they were held in
2	Bremerton, Kelso, and Kennewick, so I don't know if
3	that's still the plan.
4	MS. GAFKEN: I had forgotten that.
5	JUDGE PEARSON: Okay.
б	MS. GAFKEN: But at least two
7	JUDGE PEARSON: Okay.
8	MS. GAFKEN: and, you know, three is
9	appropriate, and I don't think we would object to that.
10	JUDGE PEARSON: Okay.
11	MS. CAMERON-RULKOWSKI: I have not consulted
12	with Mr. Roberts or consumer involvement, but I
13	anticipate that Staff would support having hearings in
14	multiple places.
15	JUDGE PEARSON: Okay. And is the Company
16	okay with that?
17	MR. PARVINEN: Yeah.
18	MS. RACKNER: Yeah, we're fine.
19	JUDGE PEARSON: So what we'll probably just
20	do is just note that in the prehearing conference that
21	the public comment hearing will be held before any
22	hearing on the final disposition of the case, the
23	customers will receive at least 30 days' notice, and
24	that we anticipate they'll be in at least two locations.
25	MS. GAFKEN: Thank you.

BUELL REALTIME REPORTING, LLC SEATTLE 206.287.9066 OLYMPIA 360.534.9066 SPOKANE 509.624.3261 NATIONAL 800.846.6989

Page 11 1 JUDGE PEARSON: Mm-hmm. 2 All right. So at this point, we can take a brief recess if you all want to confer about the -- the 3 settlement date. If you want to just come get us in my 4 5 office. Anyone who has a keycard can do that. 6 MS. CAMERON-RULKOWSKI: Thank you, Your 7 Honor, we will do that. 8 JUDGE PEARSON: Okay. Then we are in 9 recess. 10 MS. RACKNER: Thank you. 11 (A recess was taken from. 12 10:10 a.m. until 10:21 a.m.) 13 JUDGE PEARSON: Okay. So we are back on the record following a brief recess. I understand that the 14 parties have a tentative date for the first settlement 15 16 conference? 17 MS. CAMERON-RULKOWSKI: Yes, Your Honor, and our tentative settlement date is Wednesday, July 17th. 18 19 And if you're amenable, we would like to include language that if we need to change that date, we will --20 we would accomplish that simply by notice to the -- to 21 22 the Commission rather by moving for a schedule change. 23 JUDGE PEARSON: Mm-hmm. That is perfectly 24 Notice to the Commission to which we will not fine. 25 respond.

Page	12
1	MS. CAMERON-RULKOWSKI: Thank you, Your
2	Honor.
3	JUDGE PEARSON: Okay. Okay. And it looks
4	like we have everything else that we need at this point.
5	Is there anything else that we need to address while
б	we're here today?
7	MS. RACKNER: None here.
8	JUDGE PEARSON: Nothing?
9	MS. CAMERON-RULKOWSKI: Not from Staff, Your
10	Honor.
11	JUDGE PEARSON: Okay. So we will issue a
12	prehearing conference order shortly containing the
13	procedural schedule and other guidelines for the
14	disposition of this case. Thank you all for coming and
15	we are adjourned.
16	(Adjourned at 10:22 a.m.)
17	
18	
19	
20	
21	
22	
23	
24	
25	

	Page 13
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	A NOT OF
11	Strate and a state
12	Jayler Garlinghouse -
13	Tayler Garlinghouse, CCR 3358
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	