## Docket Nos. UE-170033 and UG-170034 (Consolidated) - Vol. II

# Washington Utilities and Transportation Commission v. Puget Sound Energy

July 31, 2017



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### BEFORE THE WASHINGTON STATE UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION	)
	) Docket Nos.
vs.	) UE-170033
PUGET SOUND ENERGY	) and
	) ) UG-170034 )

#### PUBLIC COMMENT HEARING Volume II

Pages 49 - 145

PLACE: Bellevue City Council Chamber - Room 1E-126

450 110th Avenue Northeast

Bellevue, Washington

DATE: July 31, 2017

**BEFORE:** 

DAVE DANNER, COMMISSIONER AND CHAIR

JAY BALASBAS, COMMISSIONER

ANN RENDAHL, COMMISSIONER

Reported by: Connie Recob, CCR, RMR, CRR, CLR

CCR No. 2631

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                       PROCEEDINGS
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                 COMMISSIONER DANNER: We are here tonight to
 6
     have a public comment hearing on Puget Sound Energy's
     2017 general rate case and this is Dockets UE-170033 and
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     UG-170034 with the Utilities and Transportation
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     Commission of the state of Washington. My name is Dave
     Danner and I am the chair of the Washington Utilities
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     Transportation Commission and I'm joined tonight by my
12
     colleagues Commissioner Jay Balasbas and Commissioner
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     Ann Rendahl.
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                 Some preliminaries: On January 13th, 2017,
     Puget Sound Energy filed with the Commission revisions
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     to its current tariff WN U-60, electric service and
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     tariff WN U-2, gas service. The company is requesting a
     rate increase of 86.7 million or 4.1 percent for
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19
     electric service and a rate decrease of 22.3 million or
     2.4 percent for natural gas. If approved, the average
20
     residential consumer using 900 kilowatt hours per month
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     would experience a monthly increase of approximately
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     $2.36 for an average bill of $99.83.
23
24
                 The average residential natural gas customer
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     using 64 therms per month would experience a monthly
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- 1 decrease of approximately \$2.93 for an average bill of
- 2 \$66.85. If approved, the rate charges -- rate changes
- 3 will become effective in January 2018.
- 4 We say "if approved." This is a matter that
- 5 will be adjudicated before the Commission. We have one
- 6 more public comment hearing scheduled for August 31st in
- 7 Olympia, Washington and we will also have several days
- 8 of hearing in Olympia.
- 9 And so with that what we would like to do
- 10 now is we have a short video that we would like to show
- 11 that kind of goes through the basics of what a rate case
- 12 does at the Commission and if you'll bear with us for a
- 13 few minutes and then we will take public comment after
- 14 that. So Andrew, why don't you go ahead.
- 15 (Video played.)
- 16 COMMISSIONER DANNER: Okay. And for people
- 17 who are standing out in the hallway, if you want to come
- 18 forward there are seats inside if you care to join us.
- 19 All right. So you heard in the video the
- 20 ways that you can contact the Commission if you want to
- 21 file written comments in addition to -- or in lieu of
- 22 your comments tonight. There is a fact sheet that was
- 23 handed out outside. You may have seen it on the table.
- 24 This is provided by the Office of Public Counsel in the
- 25 State Attorney General's Office. We have Assistant

- 1 Attorney General Armikka Bryant here. Will you stand
- 2 up? So if you have any questions about this case, the
- 3 Attorney General's Office represents the interests of
- 4 the ratepayers in the Utility and Transportation
- 5 Commission rate proceedings.
- In addition there are other independent
- 7 parties in this proceeding including environmental
- 8 groups in the state of Montana, industrial customers and
- 9 the Commission's own staff that -- we have a regulatory
- 10 staff that act as independent parties.
- 11 The Commissioners sit as judges in these
- 12 proceedings and so tonight we are sitting as judges so
- 13 we will hear the public comments and we will take it
- 14 under advisement. This is not an opportunity for an
- 15 exchange with us. We are simply here to hear what you
- 16 have to say. And again, if you have comments about the
- 17 case, you can talk to the Attorney General's Office or
- if representatives of the company or our own staff are
- 19 here tonight then you can talk to them as well.
- 20 So we have more than 60 people signed up to
- 21 talk tonight. So what I would like to do is first ask
- 22 you to keep your comments as brief as you think is
- 23 appropriate. If I feel they're running long, I will cut
- 24 you off. Also, if you have heard -- if you're making
- 25 comments that basically repeat others that have been

- 1 heard, you can reference those and maybe save us a
- 2 little time tonight, but it will take awhile to get
- 3 through all the speakers tonight and I just hope that
- 4 you will be cognizant of the time constraints.
- With that, I would like everybody who plans
- 6 on making a public comment tonight. Could I ask you to
- 7 stand so that we can have you swear in?
- 8 (All present in the audience were sworn in.)
- 9 COMMISSIONER DANNER: All right. So we
- 10 will -- let us start tonight -- Diane Emerson, would you
- 11 like to come forward and speak?
- MS. EMERSON: Good evening. My husband
- 13 Michael Laurie and I are PSE Green Power customers.
- 14 Here is our utility bill. I'm asking the Commission to
- 15 not allow PSE to pass on any costs associated with
- 16 fossil fuel plants because I'm dedicated to halting and
- 17 reversing climate change. As an example, I have chosen
- 18 not to own a car for over 10 years. I go to work by
- 19 bicycle and public transportation.
- 20 I'm currently reading the book Drawdown, A
- 21 Comprehensive Plan to Reverse Global Warming. Here is a
- 22 quote from it: "The stakes for our planet have never
- 23 been higher. The world is warming. Sea levels are
- 24 rising and the impacts of climate change are occurring
- 25 faster and stronger than originally predicted. It's a

- 1 global crisis requiring solutions at every scale and
- 2 across every sector. Wind and solar, now cheaper than
- 3 fossil alternatives, are being installed in California
- 4 at breakneck speed. We must follow California's lead.
- 5 The way is clear. PSE should get off fossil fuel by
- 6 2025. It's vital that they start planning now to ensure
- 7 a smooth transition."
- In the Drawdown book, there are three key
- 9 solutions which the Commission and PSE need to consider
- 10 for this transition. 1: Grid flexibility. Integrating
- 11 the variable renewable energy sources for constant power
- 12 supply.
- 2: Energy storage by utilities such as
- 14 using excess power to pump water to higher elevations
- 15 for hydroelectric power when needed or sending loaded
- 16 mining railcars uphill with a regenerative system to
- 17 provide energy as they come back down or new generation
- 18 batteries.
- 19 3: Distributed energy storage, consumers'
- 20 electric car batteries, for example, and Tesla power
- 21 walls in schools and businesses.
- Thank you. I have a copy if someone would
- 23 like.
- 24 COMMISSIONER DANNER: Yes, thank you. If
- 25 you'd like to -- let's see. Actually the best thing to

- 1 do would probably be to -- if you can hand it to the
- 2 court reporter and she'll keep those and get those to
- 3 us. Thank you very much.
- 4 Linda Baker.
- 5 MS. BAKER: Hello, good evening.
- 6 COMMISSIONER DANNER: Good evening.
- 7 MS. BAKER: I want to say that I'm not here
- 8 because of rate increase. That's not a problem. The
- 9 problem is the climate change and I'm a grandmother and
- 10 I'm concerned about my little grandchildren. And also,
- 11 I'm from Renton, Washington and in Renton we pride
- 12 ourselves of being ahead of the curve, and being ahead
- of the curve in Renton means for us, our family, that we
- 14 are standing up for climate renewable energy by running
- our home on solar power. I drive an electric Leaf and
- 16 so we do all of our energy on solar.
- 17 And I've just heard that in the great state
- 18 of Vermont an energy company is now going for renewable
- 19 energy and it's the energy company that's doing this.
- 20 And this can be profitable for the energy company. It
- 21 can create new jobs and good jobs for people and I think
- 22 it's so important that we get off coal energy because
- 23 coal is dirty and it's ruining health in the planet.
- 24 Thank you.
- 25 COMMISSIONER DANNER: Thank you very much.

- 1 Liam Moser. And Dave Asher, you're on deck.
- 2 MR. MOSER: Hello. So my name is Liam Moser
- 3 and I am a junior at Western Washington University and
- 4 I'm here today representing Western Washington
- 5 University's energy union which is a student group
- 6 associated with the University's Institute for Energy
- 7 Studies. And I'm very privileged to have a family who
- 8 owns a yurt in the Methow Valley in Eastern Washington.
- 9 The valley and the yurt have been threatened
- 10 by a growing intensity of wildfires due to hotter and
- 11 hotter summers every year. Actually, right now the
- 12 Diamond Creek fire blazed about 18 miles away from the
- 13 north end of the valley so that's the town of Mazama,
- 14 Washington.
- I remember as a kid firefighters drew a fire
- 16 line around our property and cleared out the bottom
- 17 branches and trees. I remember being terrified that the
- 18 fire that burned about five miles away was going to
- 19 destroy our yurt.
- 20 The second scare occurred when the Carlton
- 21 complex, only three years ago now, shut off power for
- 22 the entire valley for three weeks and scorched the towns
- 23 of Pateros and Twisp. It was the largest fire in
- 24 Washington State history and three firefighters lost
- 25 their lives.

- 1 As we speak, lives are being put at risk and
- 2 that's a trend of climate change that's happening now.
- 3 The saddest part for me is the inevitability of the next
- 4 big fire due to current climate trends.
- 5 At the energy union, as students studying
- 6 different facets of the energy industry and also as
- 7 Puget Sound energy ratepayers in Whatcom County, we
- 8 believe that PSE should divest completely from its share
- 9 in the Colstrip power plant by the year 2025. Colstrip
- 10 is an economic time bomb for ratepayers and
- 11 extraordinarily dangerous to the environment and to
- 12 human health.
- 13 Through my studies it has become clear to me
- 14 that in order to protect society as we know it changes
- 15 need to be made immediately. I'm scared not just for my
- 16 children and my children's children, but for myself and
- 17 for my generation. We're simply running out of time.
- 18 This is an opportunity for you, Chairman Danner, and
- 19 Commissioners Rendahl and Balasbas to write your names
- 20 down in the history books and make Washington one of the
- 21 first states in this country almost entirely free of
- 22 coal fired electricity. You can act as true climate
- 23 leaders and leave a legacy for generations to come. We
- 24 at the energy union encourage you to accelerate
- 25 Colstrip's death schedule and useful end of life to

- 1 2025. Thank you.
- 2 COMMISSIONER DANNER: Dave Asher, come
- 3 forward, and Nancy Shimea, you're on deck.
- 4 MR. ASHER: Thank you Mr. Chair and members
- of the Commission. I'm Dave Asher, I'm a member of the
- 6 Kirkland city council. Thanks for this opportunity to
- 7 comment concerning the Puget Sound Energy tariff's
- 8 revision. I'll focus my testimony on Tariff WN U-60,
- 9 the electric service, Docket UE-170033.
- 10 It's heartening that the most toxic Colstrip
- 11 plants are scheduled to close and I'm here to encourage
- 12 you to provide quidance that will result in the loss of
- 13 ratepayer support for the other two Colstrip plants by
- 14 2025. Getting PSE completely vested in renewables and
- in conservation is the sustainable path forward. Your
- 16 decisions will significantly affect the pollution stream
- 17 coming from PSE by disallowing recovery of certain costs
- 18 after a reasonable time frame to make adjustments in the
- 19 energy mix.
- 20 Multiple factors come together to make 2025
- 21 with an eight-year planning horizon the logical end to
- 22 Colstrip pollution. I understand that even the source
- 23 of coal will require significant investment to go beyond
- 24 2024.
- The goalposts and milestones for energy

- 1 sustainability are negotiated political minimums that
- 2 exist within a physical environment with absolutes as
- 3 reality. A lack of resolve on the part of decision
- 4 makers like you and me may run us into some of those
- 5 physical realities.
- 6 Kirkland is working hard to do our part to
- 7 invest in renewables and reduce our contribution to the
- 8 problem. For our community to meet our goals, we need
- 9 your support. A key consideration for us is the
- 10 dramatic downside of externalizing the impacts and
- 11 remediation, if remediation is even possible.
- 12 The impacts of what's occurring here won't
- 13 lie within the corporate bounds of the utility. The
- 14 utility won't even have the task to clean up what has
- 15 been lost. The public trust is disconnected in both
- 16 time and geography from the act or the decisions. I
- 17 encourage you to act with these upcoming decisions to
- 18 enable a future that we and our grandchildren can be
- 19 glad that we had the foresight to act. Thank you.
- 20 COMMISSIONER DANNER: Thank you, sir.
- Okay. Marc Krasnowsky, you are on deck. Go
- 22 ahead.
- 23 MS. SHIMEA: Hi. Thank you for listening to
- 24 us and giving us this opportunity. I'm a resident of
- 25 Redmond and a longtime customer of Puget Sound Energy.

- 1 My name is Nancy Shimea. Although I've lived here in
- 2 the Northwest all my life, it's only been the last
- 3 couple years that I've been studying the impacts of
- 4 using fossil fuels and the impacts of the choices that
- 5 each of us is making every day.
- As a Puget Sound Energy customer, one choice
- 7 I've recently made is to go with their 100 percent solar
- 8 program and in my home we pay an extra \$20 a month to
- 9 ensure that PSE replaces our energy with solar power. I
- don't mind paying more if it means that I'm helping the
- 11 planet, but I don't want to pay for PSE to continue to
- 12 use coal or LNG, liquid natural gas, as a power source.
- I ask that you, the UTC, shorten the payment
- 14 schedule for Units 3 and 4 Colstrip to 2025. Please.
- 15 It is a -- it is vital that PSE starts planning now for
- 16 a smooth transition and a just transition. The ending
- 17 of 2025 is essential. The owner of the Rosebud mine has
- 18 said that they will run out of coal by then and if
- 19 Colstrip goes beyond that they'll have to expand the
- 20 mine and destroy even more habitat and more groundwater.
- 21 The residents of Colstrip have to buy their drinking
- 22 water from elsewhere.
- 23 Colstrip is also the third largest polluter
- 24 in the nation and we cannot continue to let PSE
- 25 convert -- to use that for energy. We want them to

- 1 convert to using wind in Montana and use the same
- 2 transmission line. It would be feasible and
- 3 economically better.
- 4 Finally, as a student of climate science I
- 5 recently participated in a climate reality training that
- 6 was here in Bellevue. I have here over 70 personal
- 7 letters from people that attended that training as well.
- 8 They're learners and they have personal stories that
- 9 they're telling about why they want Puget Sound Energy
- 10 to stop using coal. Thank you for all that you're
- 11 doing.
- 12 COMMISSIONER DANNER: All right. Thank you.
- 13 If you want to make those part of the record, please
- 14 give them to the court reporter. Appreciate it.
- 15 All right. Marc Krasnowsky, and Rachel
- 16 Brumbaugh, you are on deck.
- 17 MR. KRASNOWSKY: Hi. Thank you for the
- 18 opportunity to testify this evening. My name is Marc
- 19 Krasnowsky. I'm -- I live in North Bend east of here,
- 20 part of King County. I'm an old electric customer of
- 21 Puget Sound Energy. I am a volunteer for Puget Sound
- 22 Advocates for Retirement Action and I speak here tonight
- 23 on behalf of that organization.
- 24 COMMISSIONER DANNER: That was Puget Sound
- 25 Advocates for --

- 1 MR. KRASNOWSKY: Retirement Action. PSARA
- 2 is how we pronounce it. PSARA is a progressive voice
- 3 for older Americans, their children and their families
- 4 and that means that in addition to working on things
- 5 like Social Security and health care, we care about
- 6 leaving a better world for all and that means dealing
- 7 effectively with climate change now.
- 8 We are affiliated with the Washington State
- 9 Labor Council. Two weeks ago the labor council at its
- 10 convention passed a resolution noting several things:
- 11 That the working class, the poor and developing
- 12 countries will be most adversely affected by climate
- 13 change; that we can prevent the most catastrophic levels
- of global warming if we eliminate the burning of fossil
- 15 fuels worldwide within the next few years which is
- 16 feasible to do; that millions of good jobs can be
- 17 created through energy efficiency and renewable energy
- 18 and by needed rebuilding of our infrastructure; and that
- 19 mand this is very important to us, that we must take
- 20 steps towards a just transition for workers and
- 21 communities directly affected by the transition to a
- 22 clean energy economy providing income, benefits, wage
- 23 insurance and retraining support for workers in fossil
- 24 fuel industries and creating quality jobs and
- 25 infrastructure energy efficiency and clean energy

- 1 economy.
- 2 Bottom line is that Puget Sound Energy needs
- 3 to get out of the coal business and not by switching to
- 4 some other polluting fossil fuel to create electricity.
- 5 Extending Colstrip 3 and 4 beyond 2025 would be a
- 6 disservice to all those now suffering and sure to suffer
- 7 even more from global warming and we know who that would
- 8 be, but also needlessly delaying the just transition to
- 9 a job creating clean energy economy that working people
- 10 and communities everywhere so desperately need.
- 11 Clean energy creates three times more jobs
- 12 for every dollar that invest in fossil fuels and of
- 13 course a fair transition as I mentioned requires those
- 14 jobs be family wage, union or prevailing wage with
- 15 equitable pathways for global residents, communities of
- 16 color and lower income communities.
- 17 Now, you may notice my hat. It says Montana
- 18 on it. I wear it a lot. I spend some time there. But
- 19 I wear it in solidarity with our brothers and sisters in
- 20 Colstrip and their community. It's not their fault that
- 21 their industry is making it likely that -- is making it
- 22 impossible -- could make it impossible for all of our
- 23 children to survive. Those people -- while that
- 24 industry needs to close, those people deserve better
- 25 than being simply tossed aside.

- 1 Let's not get into a vicious cycle of
- 2 extending the plant life and the mine life. Workers in
- 3 communities need certainty, rapid as possible transition
- 4 and the knowledge that their needs will be fairly
- 5 addressed in the transition. PSE must commit to
- 6 retiring Colstrip Units 3 and 4 by 2025, replacing the
- 7 power completely with energy efficiency and new
- 8 renewables, and assuring that -- just transitions for
- 9 everybody in the community.
- 10 We can do this. PSE can do this. In fact,
- it's the only reasonable sustainable fiscally
- 12 responsible and moral path forward. Thank you.
- 13 COMMISSIONER DANNER: All right. Thank you
- 14 very much. Rachel Brumbaugh, and Stephanie Barbee, you
- 15 are on deck.
- MS. BRUMBAUGH: Thank you, Commissioners,
- 17 for the opportunity to speak here tonight at this
- 18 hearing. My name is Rachel Brumbaugh and I am the
- 19 energy policy and partnership specialist in the Office
- 20 of King County Executive Dow Constantine. I work to
- 21 expand energy efficiency investments and renewable
- 22 energy use in the county and also work with our partners
- 23 in the King County/Cities climate collaboration.
- 24 Kirkland is one of them who we heard from just a few
- 25 minutes ago.

Confronting climate change and accelerating 1 2 a transition to clean energy economy with family wage jobs is a top priority for King County. Through the 3 4 Growth Management Planning Council, 39 cities in King County have established shared formal targets to reduce 5 greenhouse gas emissions by at least 50 percent by 2030 6 and 80 percent by 2050. The county's strategic climate 8 action plan has specific targets and actions developed 9 in coordination with our city partners to meet our emission reduction goals. 10 11 To meet these those we have set a target of 12 increasing countywide renewable electricity use to 90 percent by 2030 and recommend working with utilities 13 and regulators to phase out coal fired electricity 14 sources by 2025 and to limit the construction of new 15 16 natural gas based electricity plants. 17 King County wants to continue to work in partnership with Puget Sound Energy to reach these 18 19 goals. We've had several successes. I would like to highlight and to thank Puget Sound Energy for their 20 work. We have made conservation investments that have 21 22 helped King County achieve 20 percent and more reduction in energy use for our operations since 2007. We want to 23 24 thank Puget Sound Energy for development of the

innovative green direct tariff that creates an option

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- 1 for municipal and corporate customers to buy renewable
- 2 wind generated wind power from a new facility in Western
- 3 Washington.
- 4 We at King County have committed to shift
- 5 98 percent of our electricity purchased for our
- 6 buildings and facilities in Puget Sound Energy territory
- 7 to the green direct tariff that starts in 2018. This
- 8 will reduce our direct greenhouse gas emissions by
- 9 20 percent for county operations. We would also like to
- 10 thank PSE for the accelerated schedule for the closure
- of Colstrip Units 1 and 2 by mid 2022.
- 12 All of these are steps in the right
- 13 direction, but we would like to work further with PSE to
- 14 establish a clear and accelerated timeline for closure
- and clean up of all units of Colstrip. King County's
- 16 interests in the current rate case relate to costs for
- 17 ratepayers and transparency on future plans.
- 18 Specifically, we would like equitable distribution of
- 19 costs to retire Units 1 and 2 among all ratepayers with
- 20 future ratepayers not unduly burdened.
- 21 We support a structure that fairly allocates
- 22 costs among users. We would also like a clear and
- 23 accelerated timeline for closures of Units 3 and 4
- 24 consistent with King County and King County/Cities'
- 25 climate collaboration goals. We seek closure by 2025.

- 1 A clear timeline and cost for closure of 3
- 2 and 4 would help us to engage in conversations about
- 3 ratepayer impacts, adjust transition for workers in a
- 4 transition to clean energy sources. As a local
- 5 government, we are ready to explore the policy tools we
- 6 can use and the technical investments that we can make
- 7 to facilitate the accelerated transition to renewable
- 8 energy.
- 9 Local planner action is more important than
- 10 ever and comprehensive solutions to reduce carbon
- 11 emissions rely on the cooperation of local governments,
- 12 regulatory bodies, utilities and residents. King County
- is ready to work with Puget Sound Energy and other
- 14 stakeholders like the utilities and transportation
- 15 commission to identify and remove barriers to the
- 16 accelerated transition to a clean energy economy.
- 17 Thank you again for the opportunity to speak
- 18 tonight.
- 19 COMMISSIONER DANNER: Thank you. Stephanie
- 20 Barbee, and Angela London, you're on deck.
- 21 MS. BARBEE: Hi. Good evening. Thank you
- 22 for this opportunity. I appreciate it.
- 23 My name is Stephanie Barbee and I'm a
- 24 clinical social worker. I'm affiliated with Washington
- 25 Physicians for Social Responsibility. As a mental

- 1 health worker, I have 20 years of experience witnessing
- 2 people cope with the effects of trauma and loss, many of
- 3 them immigrants and refugees.
- 4 Since time is short let me just share a
- 5 couple true stories I've heard and ask you to connect
- 6 the dots between trauma, climate change and local energy
- 7 policy.
- 8 Imagine you live on the Atlantic coast of
- 9 Nicaragua where Hurricane Joan has just ripped away the
- 10 roof of your home. You gather your children and elderly
- 11 parents into a corner of your house and the rain and the
- 12 wind and the howling dark pour in. You pray your family
- 13 survives the night. Or you live in Seattle and you are
- 14 homeless with severe and persistent mental illness, many
- 15 years after being made to fight as a child soldier in an
- 16 African war. Or you live in Chelan County just three
- 17 years ago where drought has prepared the pack for a
- 18 wildfire to roar down your valley. You and the fire
- 19 department are powerless to save your home, your barn or
- 20 your animals.
- 21 There is a strong scientific consensus that
- 22 humanity will experience more hurricanes, more drought,
- 23 more fire, more food scarcity, more war as a result of
- 24 climate change. In fact, the Pentagon declared in 2014
- 25 that climate change is the threat multiplier. This

- 1 means there is more suffering in the pipeline unless we
- 2 choose to prevent it. This will require empathy and
- 3 courage.
- 4 Dear utility commissioners, as a ratepayer,
- 5 I urge you to help us pivot away from coal and fracked
- 6 gas. These are two undisputed drivers of climate
- 7 change, and to immediately build capacity for clean
- 8 renewable energy. Thank you.
- 9 COMMISSIONER DANNER: Thank you. And Jill
- 10 Reifschneider, you're on deck.
- 11 MS. LONDON: Hi, thank you. I'm a small
- 12 business owner in Ferndale, Washington. Between my work
- 13 and my home I pay five Puget Sound Energy bills. I have
- 14 solar on my home and would love to get renewable energy
- 15 for my work, but it's a condo association and it's not
- 16 allowed.
- 17 It's important to me and our future
- 18 generations that we uphold the Paris climate agreement
- 19 and close the coal plants by the year 2025. Global
- 20 warming particularly affects coastal waters and when we
- 21 start feeling the effects more we will have to take
- 22 drastic measures to reduce our carbon footprint. As a
- 23 ratepayer I do not want to be stuck with high bills
- 24 because we did not plan ahead for carbon taxes, coal and
- 25 fracking limitations and lack of infrastructure for

- 1 renewable energy.
- 2 Please insist that PSE present carbon-free
- 3 alternatives in a serious manner. Consumers should be
- 4 able to compare the status quo with the desired
- 5 alternatives. These should include the cost of
- 6 externality, air and water pollution and the cost of
- 7 dumping more carbon dioxide into our atmosphere. We
- 8 cannot ignore the impact of pollution and PSE should no
- 9 longer be able to externalize these costs.
- 10 Please do not make me as a five-time
- 11 ratepayer for -- pay for coal past 2025 and please keep
- 12 PSE in compliance with the Paris climate agreement.
- 13 Thank you.
- 14 COMMISSIONER DANNER: Jill Reifschneider,
- 15 and Richard Johnson, you're on deck.
- MS. REIFSCHNEIDER: Hi. I'm Jill
- 17 Reifschneider. I just want to thank you for this
- 18 opportunity to hear the eloquency of people, very
- 19 passionate people. And I don't want to take too much
- 20 time here to just reiterate what the young man from the
- 21 University of Washington student group said and
- 22 reiterate what the man from the -- from Kirkland, the
- 23 City of Kirkland where I work said, and I couldn't do
- 24 any better than what has been already said here as far
- 25 as the urgency of what we face here in our

- 1 decision-making.
- 2 Please make 2025 the furthest out date
- 3 possible to make that transition from Colstrip, Montana
- 4 coal mining to a renewable source of energy and that
- 5 doesn't include natural gas. Thank you very much.
- 6 COMMISSIONER DANNER: All right. Thank you.
- 7 And I believe Mr. Moser was at Western Washington
- 8 University not the University of Washington, so...
- 9 So Mr. Johnson come forward, and Linda
- 10 Baker, you're on deck. Proceed.
- 11 MR. JOHNSON: I'm a customer of PSE and I'm
- 12 also in the Green Power program which I'm sure you're
- 13 aware of. So those of us in the program are paying more
- 14 every month for our electricity in the assurance that it
- 15 is not coming from Colstrip in particular. So I would
- 16 encourage you in your overall rate design to arrange
- 17 that the people who are the Green Power program are not
- 18 paying for those shutdown costs.
- 19 As a practical matter, it's not going to
- 20 have a huge impact on other ratepayers or the company
- 21 because they're only approximately 4 percent of the
- 22 customers in the Green Power plant and that covers about
- 23 1 percent, when I last checked, of power. However, the
- 24 message is important and I hope that you can send a
- 25 clear message that people who are willing to invest in

- 1 clean and renewable energy are not going to be
- 2 responsible for the dirty energy choices that PSE has
- 3 made.
- 4 COMMISSIONER DANNER: Thank you. Linda
- 5 Baker.
- 6 MS. BAKER: If I'm the only Linda Baker
- 7 here, I've already spoke.
- 8 COMMISSIONER DANNER: Yeah, we have a couple
- 9 of sign-in sheets so some people have signed up twice.
- 10 Diane Emerson, did you wish to speak?
- 11 MS. EMERSON: I did speak first. I'll speak
- 12 again.
- 13 COMMISSIONER DANNER: No. All right. Brion
- 14 Grunkemeyer, and David Perk, you're on deck.
- MR. GRUNKEMEYER: Hi. My name is Brion
- 16 Grunkemeyer. I live in Redmond. I am a PSE customer
- 17 for electric, gas and my transportation fuel.
- 18 I'm concerned about the danger of a
- 19 monopsony in the conservation market. A single buyer
- 20 can work, but only if they are motivated to innovate in
- 21 their marketplace. I don't think we have the right
- 22 incentives for conservation and demand response today.
- 23 Lost revenue from conservation can make a utility under
- 24 motivated.
- 25 Utilities have a perverse incentive to not

- 1 look very hard for conservation. They're legally
- 2 required to acquire all cost effective conservation
- 3 measures, but if they don't look for conservation
- 4 opportunities or they deem it not commercially ready,
- 5 then they can earn more money and no one would be the
- 6 wiser. In a decoupled rate environment, you can and
- 7 should fix this.
- 8 I suggest you provide utilities with
- 9 up-front general guidance on their rate of return for
- 10 things we want versus things we don't want. We want
- 11 utilities to be investing in new renewable generation,
- 12 great conservation programs, energy storage via
- 13 batteries and electric car charging stations. We need
- 14 them to run new pilot projects, to bring new
- 15 technologies to market and to leverage the highly
- 16 flexible demand managed by the California energy and
- 17 balance market. We should incentivize these things.
- 18 The things we don't want are clear:
- 19 Extending the life of a coal plant, building new natural
- 20 gas plants, excess transmission lines in residential
- 21 neighborhoods or neglecting tree trimming. To get the
- 22 right behavior, you should publish some range of rates
- 23 for utilities before they spend money, set a utility
- 24 rate of return to just borrowing costs for things we
- 25 don't want and set a high rate of return of around

- 1 11 percent for the things we do want.
- 2 For pilot projects that pull new technology
- 3 into the market and develop new capabilities, perhaps
- 4 they should get an even higher rate of return, close to
- 5 20 percent. A high disparity in the rate of return is
- 6 necessary. It would be too easy for utilities to build
- 7 a power plant for a 4 percent rate of return in the next
- 8 year rather than invest in a slower, more drawn out
- 9 conservation measure that slowly pays a little bit year
- 10 by year.
- We don't want utility bean counters to apply
- 12 a discount rate to future utility profits and then skew
- 13 their behaviors. Forcing utilities to benefit the
- 14 community over the long term is more important if
- 15 utilities are bought and sold such as PSE's. If you set
- 16 incentives this way, I believe that we will get better
- 17 results with minimal effort for the Commission. Thanks
- 18 for your time.
- 19 COMMISSIONER DANNER: Thank you. David
- 20 Perk? All right. And Sean Stuart, you are on deck.
- 21 MR. PERK: Hi, thank you for this
- 22 opportunity to make a statement. I recognize that the
- 23 Commission has an opportunity to show the rest of the
- 24 nation what a just transition looks like for the
- 25 community of Colstrip, Montana and I really hope that

- 1 you will make the most of that opportunity.
- 2 PSE should start working on a plan to shut
- 3 down Colstrip Boilers 3 and 4 by 2025. We need to
- 4 start -- we need to accelerate the decarbonization of
- 5 our energy system much faster than we're currently
- 6 doing. There's some new research out today that was
- 7 reported in the Washington Post but the lead researcher
- 8 is here at the University of Washington and was
- 9 published in Nature Climate Change, indicating that we
- 10 have a very small chance, a 5 percent chance of limiting
- 11 global warming to two degrees. Two degrees is pretty
- 12 much the threshold of dangerous climate change. So
- 13 we're much more likely to be going to 3.2 degrees
- 14 according to the study. So that makes me very concerned
- and makes me feel that we should be acting much more
- 16 swiftly than we already are.
- 17 I'm also concerned that PSE's majority
- 18 stakeholders favor fracked gas infrastructure and will
- 19 seek to transition coal stripped gas at precisely the
- 20 time when we should be moving to 100 percent renewable
- 21 energy system.
- The Northwest Power and Conservation Council
- 23 Seventh Conservation and Electric Power Plant clearly
- 24 indicates that our region can meet its growing energy
- 25 needs with efficiencies alone until 2023, so investing

- 1 in gas infrastructure now would be a grievous mistake.
- I'm also concerned that by focusing on
- 3 profits rather than climate stability, PSE will fail to
- 4 act in a timely manner and when forced to act will pass
- 5 along a rate shock to ratepayers. Thank you.
- 6 COMMISSIONER DANNER: Thank you, sir. Sean
- 7 Stuart.
- 8 MR. STUART: I actually did not sign up to
- 9 speak.
- 10 COMMISSIONER DANNER: Neil Anderson. And
- 11 Jay Holtz, you're on deck, Jay and Rayna Holtz.
- MR. ANDERSON: Hi, Neil Anderson, long-time
- 13 ratepayer in Sammamish, Washington. And like what seems
- 14 to be everyone else here, I'm here because my most
- 15 important concern is climate change. Burning coal is
- 16 the single biggest source of CO2 emissions and it's by
- 17 far the most polluting way that electricity can be
- 18 generated. When President Trump pulled us out of the
- 19 Paris agreement, Governor Inslee stepped in to help
- 20 found the U.S. Climate Alliance in response as a way to
- 21 say that we were still staying in and that we still
- 22 intended to honor these commitments.
- 23 That was a great move but our actions have
- 24 to match this. This is a time for us to be an example
- 25 to other states. We can't do that without a plan to

- 1 immediately start moving away from coal and to cleaner
- 2 energy sources. Given the urgency and risks of climate
- 3 change, continuing to get our power from Colstrip is
- 4 just not an option anymore. Thank you.
- 5 COMMISSIONER DANNER: Thank you, sir. Jay
- 6 and Rayna Holtz.
- 7 MS. HOLTZ: Thank you. I'm Rayna Holtz, and
- 8 I brought with me my Puget Sound Energy renewables
- 9 reward drinking bottle because I too am in the Green
- 10 Power program and we pay extra every month to move more
- 11 rapidly towards renewables. Like some of the other
- 12 speakers, we have made every effort in our personal
- 13 lives to move towards renewables. We have a south
- 14 facing roof and we crammed all the solar panels on to it
- 15 that we could possibly fit. And we take long trips to
- 16 visit our daughter in Minnesota so we couldn't really
- 17 get an all electric vehicle at this point, but we have a
- 18 hybrid Prius.
- 19 We think in terms of what our children will
- 20 need and we are really worried about global warming.
- 21 I'm also very interested in the environment. I feel as
- 22 though Puget Sound Energy is asking us ratepayers to pay
- 23 more, but evidently the money is not going towards the
- 24 renewables that we want, it's going towards too they're
- 25 building new infrastructure simultaneously for coal and

- 1 for liquid natural gas or it's not clear to me what
- 2 their expenses for the Colville plant involve, but if
- 3 it's not to decommission it, which they don't appear to
- 4 be planning to do, then it's not in the right direction.
- I strongly would advocate with the people
- 6 who said that Montana does offer possibilities for
- 7 renewables like wind and solar and I would love to see
- 8 our PSE utility working to provide leadership in forms
- 9 of renewable energy.
- 10 I read this week an article in National
- 11 Geographic magazine, Page 30, The Crisis on the Ice, by
- 12 Douglas Fox. I'd like to quote one sentence out of
- 13 many, many very concerning sentences. Specifically
- 14 quote: "Antarctica could add 3.5 feet to sea levels by
- 15 2100. Melting glaciers elsewhere could raise that to
- 16 seven feet, enough to flood coastal cities."
- 17 And I think, you know, that's not that far
- 18 away, 83 years away. I have many friends in their 90s.
- 19 In other words, it's within the lifetime of people who
- 20 are young right now. And what this article generally is
- 21 showing us is that we don't know, it's not like we have
- 22 timelines, and the climate has agreed that it's only
- 23 going to warm at this certain rate. It's the reverse.
- 24 Scientists keep finding that they were wrong and that
- 25 there's a tipping point that we've passed.

- 1 I highly recommend the National Geographic
- 2 article because it's so well illustrated and so well
- 3 explains what some of these discoveries are that have
- 4 been made just in this one study, which makes it look
- 5 like things are moving much more rapidly.
- I am also concerned about PSE's future
- 7 planning. I am concerned that they are more interested
- 8 in squeezing all of the money they can out of coal
- 9 plants than in moving energy as rapidly as possible into
- 10 renewables and I feel as though I would pay more than
- 11 10 percent additional on every one of my monthly bills
- 12 if I knew that that money was going directly into
- 13 renewable sources of energy and that by 2025 they were
- 14 going to have 90 or 100 percent renewables.
- As a ratepayer, that is what I want to see
- 16 because I don't worry about my children. I am convinced
- 17 that my children's children are going to live already in
- 18 a world that's very much more difficult than the one
- 19 that we live in now. Thank you.
- 20 COMMISSIONER DANNER: And thank you very
- 21 much. Michael Herbig.
- 22 MR. HERBIG: Commissioners, thank you for
- 23 holding this public hearing. My name is Michael Herbig,
- 24 I am a member of the Kenmore City Council. I just want
- 25 to clarify that what I'm about to say is my own personal

- 1 views, not the views of my council or city. As someone
- 2 who's usually on the other side of the dais, I'm also
- 3 going to keep my remarks as short as possible and not
- 4 repeat what many of my friends here have already said.
- I ask that you hold the line and not
- 6 consider any continued use of the Colstrip plant past
- 7 2025 in the rating process. Washingtonians have been
- 8 very clear. We want clean energy, we want renewable
- 9 energy, not continued reliance on the third dirtiest
- 10 power plant in the United States.
- I want to thank you. I want to think that
- 12 you and Puget Sound Energy will do the right thing for
- 13 Washington and for the world. Thank you very much for
- 14 your time.
- 15 COMMISSIONER DANNER: All right. Thank you.
- 16 Bart Arenson. And Andrea Auni, you're on deck.
- 17 MR. ARENSON: Thank you for the opportunity
- 18 to comment tonight. I speak as a person whose family is
- 19 part of the renewable energy program. We're starting
- 20 our seventh year with a 4.6 kilowatt solar system on our
- 21 roof.
- In 2009, the Washington UTC approved the
- 23 merger acquisition of Puget Sound Energy by Puget
- 24 Holdings, LLC, a division of the Australia based
- 25 Macquarie Capital Group which controls more than 50

- 1 billion, and that's U.S. dollars, in infrastructure
- 2 businesses worldwide.
- One of the benefits for ratepayers touted by
- 4 Puget Holdings at the time of approval of the merger
- 5 was, and I quote from their website, "the expansion of
- 6 Green Power, customer renewable energy and energy
- 7 efficient commitments. In January 2015, Macquarie Group
- 8 acquired a stake in the Baltic 2 offshore wind park from
- 9 EnBW, a publicly traded German electrical utilities
- 10 company, and as we all know, Puget Sound Energy is no
- 11 longer publically traded.
- 12 That acquisition required investing 720
- 13 million euros, that's more than 820 million in U.S.
- 14 dollars, and in April of this year, Macquarie acquired
- 15 the British Green Investment Bank for well over
- 16 3 billion US dollars. That takeover means that group
- 17 will manage or supervise Green Investment Bank's 6
- 18 billion, and that's U.S. dollars, of green
- 19 infrastructure assets and projects notably in Europe or
- 20 other parts of the world.
- 21 "The Macquarie announcement that accompanied
- 22 the takeover promised continuation of British Green
- 23 Investment Bank's purpose of attracting private funds to
- 24 invest in renewable energy generation." That remains to
- 25 be seen.

- 1 "Macquarie must apply the same promises made
- 2 in Europe to its holdings here in the U.S. It is
- 3 incumbent on the UTC to ensure that Macquarie
- 4 consistently upholds the promises made in 2009 when the
- 5 UTC approved the takeover of PSE."
- 6 And one thing I might add is that as a
- 7 person who has received lots of marketing things for
- 8 your green program and the \$5, and I look at your own
- 9 statistics about 2015 and the percentage of renewables
- 10 generated, you don't even compare to the 13 biggest
- 11 utilities in the United States.
- So as others have said, I would conclude by
- 13 saying that the UTC should act now to shorten the
- 14 payment schedule for Units 3 and 4 at Colstrip so that
- 15 these would be paid for by 2025. King County's
- 16 strategic climate action plan stresses the phase out of
- 17 coal fired electricity sources by 2025, and 2025 happens
- 18 to be the date of the first round of compliance with the
- 19 Paris climate agreement. I hope PSE can take a
- 20 leadership role in compliance with the strategic climate
- 21 action plan in advancing clean energy and green energy
- 22 for the planet we inhabit.
- 23 MS. AUNI: Hello. Thank you for the chance
- 24 to speak on these issues about Puget Sound Energy's
- 25 plans for power generation in our state. The previous

- 1 speaker was my husband and we kind of wrote our letters
- 2 together so basically what I have to say is much the
- 3 same.
- 4 We live on Vashon Island with solar panels
- 5 on our house that provide about 50 percent of our
- 6 electricity through the course of the year. We're PSE
- 7 ratepayers for the rest of our power which gives us
- 8 great incentive to ask that Puget Sound Energy start
- 9 planning now for that transition away from coal and
- 10 natural gas by 2025. So please shorten the payment
- 11 schedule for Units 3 and 4 at Colstrip. Please
- 12 encourage PSE to comply with King County's strategic
- 13 climate action plan that stresses the phase out of coal
- 14 fired electricity sources and also natural gas
- 15 electricity sources by 2025, and please encourage PSE to
- 16 take a leadership role in advancing clean energy for the
- 17 planet that we all share. Thank you.
- 18 COMMISSIONER DANNER: Thank you very much.
- 19 Dana Ecelberger. And Mark Vossler, you're on deck.
- 20 MS. ECELBERGER: I'm on the list but I'm not
- 21 going to take much time. I just want to say that I'm
- 22 here as a climate reality leader. I'm also a
- 23 landscaper. I've been working in nature for 30 years.
- 24 I do a lot of research on rare plants in Washington and
- 25 spend a lot of time up in the mountains and I see

- 1 unbelievable changes in pollinators missing their mark
- 2 for fruit trees and reductions in fruit and vegetable
- 3 harvests. I have a grandson that I'm terribly worried
- 4 about.
- 5 And I keep hearing 2025, and I just want to
- 6 say I don't think we have that much time to make these
- 7 changes. I know it's unrealistic, but if we cannot have
- 8 that comfort zone of making changes by 2025, I think we
- 9 need to change our thinking on that. We don't -- I just
- 10 don't believe we have that much time. Thank you for
- 11 everything you do and for giving us a chance to speak to
- 12 you.
- 13 COMMISSIONER DANNER: Thank you very much.
- 14 Sameer Ranade, you're up on deck.
- MR. VOSSLER: Good evening. Thank you,
- 16 Mr. Chairman and Commissioners. I'm Mark Vossler from
- 17 Kirkland. I am a ratepayer. I am also a practicing
- 18 physician in the community and I chair the Washington
- 19 Physicians for Social Responsibility Climate Change and
- 20 Health Task Force.
- 21 I'm not going to reiterate a lot of the
- 22 things that I heard tonight that I agree with. I'm
- 23 going to focus solely on the human health implications
- 24 of the current proposal.
- 25 My organization comprises over 800

- 1 physicians and other health care professionals in
- 2 Washington State and we are actively concerned about the
- 3 human health consequences of generating electricity from
- 4 fossil fuels.
- 5 As you are aware, the most dangerous way to
- 6 meet our energy needs is by burning coal. We therefore
- 7 sincerely applaud PSE for the decision to retire Units 1
- 8 and 2 from Colstrip. We too urge PSE to accelerate the
- 9 retirement of Units 3 and 4 by no later than 2025.
- 10 Furthermore, we call on PSE to replace them not with gas
- 11 but with 100 percent renewable energy.
- We are already seeing the adverse affects
- of -- on human health, climate change, including
- 14 disruption of water supply, damage to our local
- 15 shellfish, droughts, forest fires. Furthermore, the
- 16 immediate effects burning fossil fuels with particulate
- 17 pollution and nitrogen oxide, sulfur dioxide release is
- 18 dangerous right up front. We transition to clean energy
- 19 faster. It's healthier immediately.
- There was a paper in the New England Journal
- 21 of Medicine a couple of weeks ago, lead author is a guy
- 22 by the name of Dee who showed that PM 2.5 levels far
- 23 below the, what's thought to be the allowable output for
- 24 clean air days still has an adverse effect on heart
- 25 disease and mortality in people over 65 in a study of

- 1 hundreds of thousands of people.
- 2 There is no lower limit. There is no safe
- 3 amount of air pollution. Therefore, we must transition
- 4 rapidly off of fossil fuels. The idea of spending our
- 5 ratepayer money on natural gas infrastructure is
- 6 ludicrous. When you account for the leaked methane,
- 7 it's hard to see natural gas as being that much cleaner
- 8 on a climate front than coal and there still are
- 9 emissions in the local communities by the generating
- 10 plants. Now that we see the paper from Dee we know it's
- 11 not safe to be around any fossil fuel burning at all.
- 12 Therefore, we're calling -- for 2025, we're
- 13 calling for 100 percent renewables. Thank you.
- 14 COMMISSIONER DANNER: Thank you, sir.
- 15 MR. RANADE: Hi Commissioners. Thank you
- 16 for holding this hearing. My name is Sameer Ranade. I
- 17 work for the Washington Environmental Council. We're a
- 18 statewide nonprofit that since 1967 has been driving
- 19 positive change to protect, restore and sustain
- 20 Washington's environment for all.
- 21 I'm testifying on this docket on behalf of
- 22 our 62,000 plus members statewide. We would like PSE to
- 23 become coal free by 2025 and believe that's a reasonable
- 24 timeline. That means retiring coal strip's Units 3 and
- 4 which currently don't have a set retirement date.

- 1 Therefore I ask you to adjust the debt schedule
- 2 accordingly.
- I believe a number of current and future
- 4 policy directives and economic reasons compel UTC to
- 5 accelerate the transition away from coal. Foremost,
- 6 Governor Inslee issued Executive Order 1404 in which he
- 7 asked UTC to use the full scope of its authority to
- 8 actively support the reduction of coal fired
- 9 electricity. Further, UTC itself just reaffirmed its
- 10 commitment to the Western Public Utility Commission's
- 11 Joint Action Framework on climate change in order to, I
- 12 quote, "ensure that investor-owned utilities operate in
- 13 a manner that protects human health and safety, the
- 14 environment and ratepayers from economic risk related to
- 15 carbon pollution regulations."
- 16 Thank you for doing that. As you know,
- 17 Federal Clean Air Act regulations require carbon
- 18 pollution for power plants to come down. And it's
- 19 becoming more likely that either through the legislature
- 20 or by ballot initiative, Washington State will add a
- 21 carbon charge to the price of coal by next year. And as
- 22 has been mentioned, King County's climate action plan
- 23 has called for phasing out coal fired electricity by
- 24 2025.
- 25 Coal is uneconomical, renewable energy and

- 1 energy storage costs continue dropping dramatically.
- 2 And the Northwest Power and Conservation Council found
- 3 that all of our region's increased power demand can most
- 4 likely be met with conservation through 2030. Puget
- 5 Sound Energy knows well the benefits of clean energy as
- 6 it has provided the most energy efficiency savings to
- 7 customers of any Northwest utility in the last three
- 8 decades and the second biggest utility producer of wind
- 9 power in the country.
- 10 I appreciate PSE's clean energy achievement.
- 11 I believe adjusting the debt schedule is in the best
- 12 interests of PSE, its ratepayers and our planet.
- 13 Moreover, it helps draw an end to the harsh
- 14 environmental effects of coal on Colstrip residents and
- 15 Colstrip workers deserve a just transition away from
- 16 coal-based employment to investment in sustainable
- 17 economic growth. 2025 is far enough ahead to plan for
- 18 this transition. Thank you again.
- 19 COMMISSIONER DANNER: I wanted to check.
- 20 Some people have signed in. It's not clear to me
- 21 whether they wish to make comments tonight. Pam Wise,
- 22 do you wish to comment tonight?
- MS. WISE: No.
- 24 COMMISSIONER DANNER: Okay. Carol Kindt, do
- 25 you wish to comment tonight?

- 1 MS. KINDT: I wish to make a short
- 2 statement.
- 3 COMMISSIONER DANNER: Please. Come forward.
- 4 MS. KINDT: Hi, my name is Carol Kindt and I
- 5 am a member of 350 Tacoma. The 350 national
- 6 organization is named after 350 parts per million, the
- 7 safe concentration of carbon dioxide in the atmosphere.
- 8 I am here today in opposition to Puget Sound Energy's
- 9 request for any customer subsidized rate increase
- 10 associated with the Colstrip plant or any other fossil
- 11 fuel investments. 100 percent clean energy technology
- 12 is available, abundant and affordable.
- I would go on but I think you've heard
- 14 eloquently and emotionally from each and every one of
- 15 Puget Sound Energy's customers, whether commercial or
- 16 residential, about the impact that they're feeling
- 17 regarding fossil fuel investments now and in the future.
- 18 2025, as has already been said, is long
- 19 enough, long enough to transition. And I am from Tacoma
- 20 so we in our own part of the greater Puget Sound are
- 21 facing again liquid natural gas and the infrastructure
- 22 that Puget Sound Energy is putting forth in place of
- 23 affordable renewable energy sources. Thank you.
- 24 COMMISSIONER DANNER: Andy James, and then
- 25 Dan Streiffert, you're on deck.

- 1 MR. JAMES: Hi. Thanks for the chance to
- 2 speak. I came over from Vashon with a busload of us who
- 3 are from the Vashon Climate Action Group which I
- 4 founded, and we over the summer have collected nearly
- 5 1200 signatures working on the island. There's about
- 6 12,000 of us year round on the island, so this is
- 7 something we care a lot about as PSE ratepayers.
- I want to explain the argument that we made
- 9 in collecting those signatures and make that argument to
- 10 you. Ratepayers pay for the expansion and maintenance
- 11 of PSE's infrastructure. We believe it places an
- 12 unreasonable burden on us, the ratepayers, to subsidize
- 13 an infrastructure that worsens climate change and
- 14 pollutes our region. It amounts to asking ratepayers to
- 15 pay against their own self-interest. It is asking us to
- 16 buy our own poison. It also commits our power provider
- 17 to a mode of power production that is rapidly growing
- 18 outmoded as renewable power grows cheaper and more
- 19 feasible.
- 20 And I want to say as a note of intended
- 21 empathy: If you work on a regulatory board, regulatory
- 22 boards thrive on precedent. I understand that, and it
- 23 is your job to adhere to precedent and to existing case
- 24 law. That's best practice. But precedent does not
- 25 include the future. The future in this particular case

- 1 looks very different than what we know about the past
- 2 and I understand that it will take a leap of faith and a
- 3 leap of understanding and a leap of courage on your part
- 4 to establish a new precedent that includes our desire
- 5 not to pay for our own destruction. So I thank you for
- 6 your time.
- 7 COMMISSIONER DANNER: Dan Streiffert, come
- 8 forward, and Bill Trueit, you're on deck.
- 9 MR. STREIFFERT: Hi. My name is Dan
- 10 Streiffert. I'm currently the chair of Rainier Audubon
- 11 Society located in South King County. We are deeply
- 12 concerned about the continued use of fossil fuels by PSE
- 13 and the resulting CO2 emissions. National Audubon's
- 14 Bird and Climate Change Report published in
- 15 September 2014 confirmed that climate change is the
- 16 single greatest threat to North American birds. Warmer
- 17 temperatures are causing many birds to migrate further
- 18 north each year. If one projects this trend very far it
- 19 suggests that many of these birds will be pushed out of
- 20 their native habitat and into areas where survival may
- 21 be uncertain.
- 22 Of the 588 species Audubon studied, 314 are
- 23 likely to find themselves in dire straits by 2080. This
- 24 amounts to more than half the known bird species in
- 25 North America. Many grassland species such as the

- 1 Bobolink may find themselves in the boreal forest of
- 2 Canada. It is unlikely that this habitat will be
- 3 suitable for grassland species.
- 4 Audubon asks that PSE retire all four, not
- 5 just two, of the coal fired boilers at the Colstrip coal
- 6 plant and replace them with 100 percent renewable energy
- 7 and energy efficient solutions. Elon Musk recently
- 8 predicted that within 10 years more than half of the new
- 9 vehicle production in the United States will be electric
- 10 vehicles. What a shame if those EVs are fueled by dirty
- 11 coal. Thank you.
- 12 COMMISSIONER DANNER: Thank you. Bill
- 13 Trueit, and Rachel Malloy, you are on deck.
- MR. TRUEIT: Members of the Commission,
- 15 thank you. My name is Bill Trueit. I appreciate you
- 16 providing us with this opportunity to speak out too. I
- 17 do believe that we have a financial and a moral
- 18 justification to deny the PSE rate request. You've
- 19 heard a number of things that I wanted to speak about,
- 20 but I do want to emphasize that there is a cost to
- 21 things that are happening that we're finding out about
- 22 in the news: The longer fire season, the acidity
- 23 increases to the coast, the increased toxic algae which
- 24 hasn't been mentioned. Streams too shallow or too hot
- 25 for 40 percent of our traditional salmon runs.

- 1 Scientists are saying that species of the
- 2 planet are becoming extinct at a rate that's 100 times
- 3 more than normal, and scientists are also saying that
- 4 this is a result of human activity specifically to use
- 5 fossil fuels.
- These are economic costs, costs to our
- 7 economy, costs to local businesses and costs to our
- 8 health of course. The good news is, as you've somewhat
- 9 heard, there is a, what I think is a global revolution,
- 10 not only in clean energy but also energy saving
- 11 products.
- 12 In addition, one thing that hasn't been
- 13 mentioned that I hope you will take into account is the
- 14 fact that the Washington State legislature recently
- 15 extended the life of the solar power -- or solar panel
- 16 enhancement program, and I think if we look at other
- 17 countries that are finding great success in solar power,
- 18 this alone might be justification to deny the rate
- 19 increase for Puget Power. Thank you very much.
- 20 COMMISSIONER DANNER: Thank you. Rachel
- 21 Malloy, and Donna Thompson you're on deck.
- MS. MALLOY: I'll be abbreviating my
- 23 comments. For the last seven years my daughters and I
- 24 have been 100 percent Green Power buy up users. It's
- 25 fallen from \$20 to \$3 a month. We've since upped to

- 1 100 percent solar which is \$15 a month. And I would add
- 2 to this that my city that I live and work in are also
- 3 shifting to 100 percent. The agencies we do design work
- 4 for, Google, Microsoft, Starbucks are all 100 percent
- 5 and putting in their own solar farms and wind farms. My
- 6 agency has shifted to 100 percent. We're doing that
- 7 globally for all offices as well as my friends, my
- 8 neighbors and our congregation.
- 9 Climate change isn't going away and I think
- 10 the demand for carbon-free generation will only increase
- in the future. We should be preparing for that. I know
- 12 PSE is required to provide the cheapest form of energy,
- 13 but that equation doesn't take into account Washington
- 14 air quality and the asthma of my neighbor's children,
- 15 the water wells of fracked gas communities or the years
- 16 in trillions being taken today from my daughters and the
- 17 sons and daughters of others in accelerating climate
- 18 change impact costs.
- 19 I fully support upgrades to our energy
- 20 infrastructure and planning for future demand and
- 21 resiliency, but not in ways that are climate blind or
- 22 short-sighted. We do a great disservice extending
- 23 today's least efficient and including forms of energy
- 24 generation. When Green Power costs us \$3 a month, why
- 25 are we considering investments in fossil fuel for \$3 a

- 1 month knowing the additional impacts it brings?
- 2 It is time to invest in our shared climate
- 3 reality and plan for the 2025 shutdown and I would agree
- 4 with statements of let's do it even quicker than that if
- 5 possible with bringing new generation on line with Green
- 6 Power. It is past time to tip the balance on coal
- 7 energy to clean energy. Thank you.
- 8 COMMISSIONER DANNER: Thank you very much.
- 9 Donna Thompson.
- 10 MS. THOMPSON: I waive my time tonight.
- 11 COMMISSIONER DANNER: All right. Thank you.
- 12 Kathryne Daniels, come forward. And Terry Sullivan,
- 13 you're on deck.
- 14 MS. DANIELS: Hi. Hello. I am a PSE
- 15 customer being provided with both electricity and
- 16 natural gas on Vashon Island. Generally I am both
- 17 satisfied with the PSE service and their per unit rate
- 18 charge for both of these utilities. I am concerned,
- 19 however, about the external costs associated with some
- 20 of the power generated by PSE and I appreciate this
- 21 opportunity to discuss my concerns with this board of
- 22 regulators.
- 23 I understand that PSE has proposed to
- 24 continue the coal fired operation of their Colstrip
- 25 plants Units 3 and 4 up to and perhaps beyond 2025. I

- 1 understand that also PSE has considered plans to
- 2 continue the use of these plants and perhaps even extend
- 3 their life into the future with natural gas fired
- 4 boilers. I object to the use of any carbon-based
- 5 electric power generation beyond the year 2025. I'd
- 6 like to explain why.
- 7 As I'm sure this board would admit, there
- 8 are environmental costs associated with any carbon-based
- 9 power generation. The most obvious are the air and
- 10 water pollution, common externalities which power
- 11 companies make every attempt to mitigate but in the end
- 12 a cost that is not included in their rate-based
- 13 accounting. These are -- these costs are picked up by
- 14 society and thereby borne by all of us.
- 15 Recently the most obvious externality
- 16 ignored by industry and consumers alike is the excessive
- 17 carbon dioxide that results from the burning of fossil
- 18 fuels and has rapidly accumulated in our atmosphere.
- 19 Our scientific community predicts dire consequences
- 20 related with this air pollutant, global warming,
- 21 increased forest fires that damage marine life and
- 22 rising sea levels that many of us feel can no longer be
- 23 ignored. It seems obvious that the full cost and threat
- 24 of burning of fossil fuels should be internalized and
- 25 accounted for in the regulation and rate determination

- 1 process.
- With the potential of these negative
- 3 consequences in mind, many of us are requesting the
- 4 following: 1, that the use of carbon based fuels in
- 5 PSE's generation of electricity be eliminated as soon as
- 6 possible and absolutely no later than 2025; 2, that PSE
- 7 redirects their planning towards a future of power
- 8 generation without the use of carbon based fuels; and 3,
- 9 that PSE open up their planning process so that their
- 10 customers are apprised of the unit cost rate of a carbon
- 11 free power generation system.
- 12 On this last point PSE and the board of
- 13 regulators should be transparent about the full costs of
- 14 an electric utility that operated in a sustainable
- 15 manner which no longer ignores the cost of carbon
- 16 dioxide loading our atmosphere to the detriment of our
- 17 progeny.
- In summary, there are many of us who want to
- 19 avoid the well known detrimental effects of PSE's fossil
- 20 fuel based power generation and please help us obtain
- 21 these goals. Thank you very much.
- 22 COMMISSIONER DANNER: Thank you very much.
- 23 Terry Sullivan, come forward. James Adcock, you are on
- 24 deck.
- MR. SULLIVAN: Hi. Thanks for letting me

- 1 speak. I've been a ratepayer on Vashon Island for
- 2 45 years now before Puget Sound Energy even provided
- 3 power out there. I'm not going to repeat all that you
- 4 have heard already. I fully support everything that's
- 5 been expressed and no need it be said again.
- I would like to say, though, that as a low
- 7 income fixed income person, I pay well more than the
- 8 rate increase if they're asking for Green Power because
- 9 I believe this is really important, I think we all have
- 10 to do our part. And I would like to say also that I
- 11 would be happy to pay the rate increase if I'm
- 12 absolutely sure that that money is going to decommission
- 13 these two coal power plants and eliminate coal power
- 14 entirely from our system. And I would also be happy to
- 15 pay a rate increase if Puget Sound Energy could provide
- 16 a clear and time specific plan exactly when and how
- 17 they're going to transition to a fossil fuel free
- 18 sustainable power system. Thank you.
- 19 COMMISSIONER DANNER: Thank you. Jim
- 20 Adcock, please come forward, and Jeff Thiel, you're on
- 21 deck.
- MR. ADCOCK: James Adcock, president of
- 23 Bellevue Electrical Engineer MIT. I'm a long time
- 24 participant in Puget Sound Energy's integrated resource
- 25 planning. I see a commissioner smiling at me. A couple

- 1 quick things I want to request which would be to
- 2 minimize the monthly fixed cost on the customer bill
- 3 also known as the meter cost. This -- these costs have
- 4 the practical effect of charging the small customer more
- 5 per kilowatt hour than the large customer who wastes a
- 6 lot of energy.
- 7 The second thing I would -- let's go
- 8 back to -- let's just move on. My big focus for the
- 9 last 10 years has been the issue of how Puget Sound
- 10 Energy models its peak capacity needs. Puget is using
- 11 weather data that is 80 years old to do that. I do not
- 12 believe it is prudent to use 80-year-old data to model
- 13 their weather. They should be using at most the last
- 14 20 years of weather data. NOAA, for example, in
- 15 calculating national climate norms, only used the last
- 16 10 years of weather data. There's a reason for that.
- 17 That's because the weather is changing, okay?
- 18 Over the 80 years' period that Puget is
- 19 using, the coldest winter days in the greater Seattle
- 20 area have become 15 degrees warmer, representing a
- 21 20 percent reduction in the peak capacity that Puget
- 22 needs. Puget of course is ignoring this. Because of
- 23 this, I believe that Puget is greatly overestimating
- 24 their requirements for peak capacity in terms of new
- 25 natural gas peakers and new transmission lines.

- 1 You don't have to accept Puget's models.
- 2 You can look at external data or internal data of Puget.
- 3 You can look at -- I can't get access to that, but you
- 4 can look at their data and find out what their actual
- 5 peak customer load day is, whether it's actually
- 6 happening in the winter or the summer. Are those peak
- 7 customer loads actually growing or not? I don't believe
- 8 they are. Okay?
- 9 I've shown you in previous integrative
- 10 resource planning submissions that the probability of
- 11 Puget's modeling effort being correct is only 6 percent.
- 12 They have a 94 percent chance of being incorrect in
- 13 their modeling of weather data as being stationary.
- 14 They're still assuming effectively that climate change
- 15 is not happening.
- 16 Another thing I would like you to consider
- 17 is please don't allow recovery for illegal actions, even
- 18 if those illegal actions have been settled, okay? Case
- 19 in point would be the -- would be Montana water
- 20 pollution.
- 21 Finally, I would like you to think about is
- 22 it really prudent if we avoid paying \$20 per ton right
- 23 now to avoid carbon emissions now, what our children are
- 24 going to have to pay, the next generation of ratepayers
- are going to have to pay \$200 a ton to avoid those

- 1 carbon emissions or to recover those carbon emissions,
- 2 okay? Is it really prudent that Puget take actions
- 3 today that result in the death of one of our children or
- 4 one of our grandchildren, or as Puget's Mr. Popoff has
- 5 argued, that it is prudent if the child or grandchild
- 6 that dies is not a ratepayer's child but is the child of
- 7 another state or the child of another country? Do we
- 8 really think that if Puget takes actions that result in
- 9 the death of a child or grandchild in some other
- 10 location, that those other locations, those other
- 11 countries are going to care about our children and our
- 12 grandchildren?
- 13 This is the issue of externality. When
- 14 Puget says, We don't have to include externalities in
- our design of our systems, they are saying it is okay if
- 16 we kill other people's children, if we kill other
- 17 people's grandchildren.
- I would claim it should be obvious to
- 19 Commissioners that if we don't care about their
- 20 children, they won't care about ours and it will be our
- 21 children and our grandchildren who will suffer the
- 22 consequences. Thank you very much.
- 23 COMMISSIONER DANNER: Thank you. Jeff
- 24 Thiel, please come forward, and Randal Samstag, if I get
- 25 that right, you're on deck.

- 1 MR. OLSON: My name is not Jeff Thiel. He's
- 2 a friend of mine. He's left. He was 35 on the list
- 3 that we formed when no one was here to make a list and I
- 4 was 23. I think somehow I got skipped. My name is
- 5 Court, Court Olson.
- 6 COMMISSIONER DANNER: All right. I see your
- 7 name here. You did not get skipped.
- 8 MR. OLSON: May I speak?
- 9 COMMISSIONER DANNER: You may speak. So
- 10 Mr. Thiel has left the building.
- 11 MR. OLSON: Thank you. First of all, I
- 12 don't need to repeat many of the things that have gone
- 13 before us. I am a resident here in Bellevue and a
- 14 ratepayer for more than 20 years. I take my hats off,
- 15 my hat off to the UTC. I can tell from the way you
- 16 conduct this meeting, previous meetings and the way your
- 17 staff respond in Puget Sound IRP meetings that you folks
- 18 are paying attention and you're trying your darnedest
- 19 and I appreciate that.
- 20 About 40 years ago I was an engineering
- 21 student and I learned a lot of things about how you
- 22 figure what least cost is and present value, but
- 23 unfortunately those rules don't really apply anymore
- 24 when we see that those engineering principles have taken
- us down a road to catastrophe, and you're all I'm sure

- 1 well aware of the problems that climate change are
- 2 presenting to us.
- 3 So the reality is today we have to think
- 4 outside of those boxes that we've been in for so long,
- 5 for decades, and to the extent that you're able, I
- 6 really appreciate you trying to do that and I've seen
- 7 some evidence in attending IRP meetings with Puget Sound
- 8 Energy and other places to suggest you're trying to do
- 9 that so I really appreciate it.
- I want to offer up just a couple more
- 11 things. First of all, because I'm in the building
- industry for the last 40 years and following energy
- 13 consumption there and the Department of Energy
- 14 nationally says about 80 percent of the power on our
- 15 grid system is going into those buildings, I'm fairly
- 16 attentive to how we're spending the energy there. And
- 17 the reality is from research that's been done, most of
- 18 our buildings, existing buildings especially, can save
- 19 about 50 percent still from where they're at. The
- 20 trouble is it's not easy to do that. There's
- 21 significant renovation typically needed.
- So to the extent you're able to realize that
- 23 and encourage Puget Sound Energy to be more aggressive
- 24 and go down that road, and it's not their fault that
- 25 that road is a bumpy road, but I along with others are

- 1 working to hopefully find some better laws and
- 2 regulations that will allow that to be easier to occur.
- 3 But if we can save 50 percent of 80 percent of the
- 4 energy that's on the grid, that's a whopping 40 percent
- 5 and that would go a long ways towards retiring Colstrip
- 6 and getting us off of fossil fuels faster than we are so
- 7 far.
- 8 One other thing I wanted to leave with you.
- 9 Would you look more carefully than we're able to at the
- 10 investments that Puget Sound Energy says they're needing
- 11 to make and wanting to make to renovate or get up to
- 12 speed on their infrastructure? Because I'm on the
- 13 Eastside I'm well aware of this Energize Eastside
- 14 proposal that's on deck and I've done some calculations
- 15 to suggest that it's not needed on the east side and a
- 16 lot of what they're suggesting that is needed on their
- 17 whole system is probably not accurate. They say, well,
- 18 they're modeling requires things that I can't seem to
- 19 justify by some simple engineering economics, and that
- 20 is taking the population rate increase that's forecast
- 21 by our county and by the Puget Sound region and assuming
- 22 that our electrical consumption goes up at that same
- 23 rate and then subtracting from that higher potential
- 24 demand that Puget Sound Energy prediction for what
- 25 they're going to save on conservation, and I get a flat

- 1 curve for demand in the future when I do those two
- 2 simple arithmetic steps. And yet they tell us, well,
- 3 their modeling is requiring more and more transmission,
- 4 more and more infrastructure.
- 5 I think there might be something wrong with
- 6 that modeling because they have not been able to explain
- 7 why those simple calculations that I just expressed
- 8 don't hold true, particularly when they admit that the
- 9 per capita average electrical consumption has been
- 10 declining for more than a decade and is projected to
- 11 continue to decline.
- 12 So I think maybe they're stuck in some of
- our old boxes too. We're all probably stuck on old
- 14 boxes and we got to get out of those boxes and start
- 15 thinking about that future that we're all worried about.
- 16 Thank you.
- 17 COMMISSIONER DANNER: All right. Let's
- 18 thank Mr. Thiel for coming tonight.
- 19 MR. OLSON: Pardon me?
- 20 COMMISSIONER DANNER: I'm sorry. Thank
- 21 Mr. Thiel for coming tonight. I'm sorry we did not get
- 22 to him.
- 23 MR. OLSON: You bet. He's going to write in
- 24 a comment. Here's all my contact information.
- 25 COMMISSIONER DANNER: Sir, did I --

- 1 MR. SAMSTAG: My name is Randal Samstag. I
- 2 was on deck. I thank you for extending your time to
- 3 allow me to make some comments. I want to speak to
- 4 something that has not been addressed really this
- 5 evening except briefly by a previous speaker, that's the
- 6 allocation of cost for cleanup of the ash ponds at
- 7 Colstrip between shareholders and ratepayers.
- 8 I'm a registered civil sanitary engineer in
- 9 the state of Washington. I've designed infiltration
- 10 basins to infiltrate treated water into the ground and
- 11 I've designed facilities to keep water from being --
- 12 contaminated water from going into the ground.
- 13 I've been a PSE customer in Kitsap County
- 14 since 1977. I reviewed a couple of reports describing
- 15 the processed water system at the Colstrip power
- 16 station, including a 1986 report prepared by Montana
- 17 Power Company on alternatives for ash management, a 2012
- 18 plant site report prepared for PPL Montana as required
- 19 by Montana DEQ.
- 20 What these reports make clear is that most
- 21 of this extensive pond system was originally constructed
- 22 with a clay line that permitted significant leakage of
- 23 liquid material into the groundwater. While the PPLM
- 24 report makes continuous mention of the closed loop
- 25 nature of this pond system, it seems that from 1975 to

- 1 2004 to 2006 much of this extensive pond system had only
- 2 a clay liner and no leachate recovery. So it wasn't a
- 3 closed loop.
- 4 This means that approximately for 30 years
- 5 pollution from these ponds was going into the adjacent
- 6 groundwater with total dissolved -- solid concentrations
- 7 as high as 30,000 milligrams per liter, sulfite
- 8 concentration as high as 21,000 milligrams per liter.
- 9 It's clear from the 1986 report that at
- 10 least since then the owners of the facility had the
- 11 option of an alternative because it was discussed in
- 12 this report the option of using a system for liquid
- 13 residuals management that did not involve ponds that
- 14 leak into the groundwater. That's a dry system that
- 15 uses dewatering and treatment of the supernate. The
- 16 owners of the system rejected that alternative. They
- 17 did not pursue it. They instead went forward with these
- 18 leachate ponds that have been leaking into the
- 19 groundwater since at least up until 2005.
- 20 As a PSE and Puget Power ratepayer for
- 21 40 years, I welcome paying for measures to eliminate
- 22 pollution from generation of the power that I use. My
- 23 family pays an extra cent of kilowatt hour tariff for
- 24 Green Power, but I think it's inappropriate for
- 25 ratepayers to bear any of the burden for cleaning up

- 1 pollution from these plants. The estimate of the cost
- 2 here could be \$100 million or more to PSE. I think it's
- 3 inappropriate for ratepayers to bear any burden for the
- 4 management cleanup of the pollution caused by these ash
- 5 ponds.
- 6 The company didn't ask me whether to use a
- 7 less expensive or more uncertain method to handle these
- 8 liquid wastes. Now that their ash ponds have polluted
- 9 groundwater for at least 30 years, it should be the sole
- 10 responsibility of shareholders to pay for the
- 11 remediation of the damage that these ponds have caused.
- 12 Thank you very much.
- 13 COMMISSIONER DANNER: All right. Thank you.
- 14 I can't make out this name. Steve Klapitts (phonetic)?
- 15 MR. RUBICZ: Steve Rubicz.
- 16 COMMISSIONER DANNER: Come forward. How do
- 17 you spell the last name, please?
- 18 MR. RUBICZ: R-U-B-I-C-Z, is that right?
- 19 COMMISSIONER DANNER: R-U-B-I-C-Z, yes, I
- 20 think that's quite right. Thank you very much. Go
- 21 ahead.
- MR. RUBICZ: My wife and I are Puget Sound
- 23 Energy customers on Vashon Island and we want to state
- 24 our opposition to PSE providing electrical energy from
- 25 coal after 2025 like many others here. We oppose

- 1 converting the electrical energy of the coal fired
- 2 plants that they have to natural gas sourcing for
- 3 electrical power. We feel that solar energy, wind and
- 4 other renewable forms should be used instead and that
- 5 they should be implemented into the rate structure by
- 6 2025.
- 7 Creating demand for natural gas locks us
- 8 into the need and dangers of promoting fracking with its
- 9 intendant threats to drinking water and methane leaks.
- 10 Methane is a far more dangerous climate change agent
- 11 than carbon dioxide, somewhere between 120 times more
- 12 powerful before its final dissipation in 100 years.
- 13 There is now indisputable proof that the Arctic is
- 14 warming at the fastest rate of increase anywhere on the
- 15 planet. This poses a serious threat from the release of
- 16 carbon dioxide and methane from melting tundra and from
- 17 warming shallows in the Arctic Sea where there are
- 18 gigatons of methane stored in the form of ice,
- 19 clathrates.
- 20 Climate change -- climate scientists writing
- 21 in Arctic News have warned that we are fairly close to a
- 22 runaway global warming should we not reduce very soon
- 23 the amount of greenhouse gases being released. Puget
- 24 Sound Energy must do its part in converting directly
- 25 from coal to sustainable electric energy sources to

- 1 avoid the risky alternatives of promoting the release of
- 2 more dangerous greenhouse gases. Thank you.
- 3 COMMISSIONER DANNER: Thank you, sir. Gary
- 4 Smith and Warren Halverson. Gary Smith? All right.
- 5 Warren Halverson?
- 6 MR. HALVERSON: Good evening, Commissioners.
- 7 Thank you so much for taking your time to come here and
- 8 have this kind of extended type of a hearing amongst all
- 9 of us, and I know you're going to have another one but I
- 10 certainly appreciate it. I certainly appreciate you
- 11 getting out to see us and visit with us.
- 12 My name is Warren Halverson. I live in
- 13 Bridle Trails. I'm the president of the Cantor Green
- 14 Homeowners Association. I'm involved in the Bridle
- 15 Trails Association and an organization called CENSE.
- 16 I'm a business person and so my focus probably will be a
- 17 little bit on business and I hope you appreciate that.
- 18 The question before the WTC is approval of
- 19 another rate increase on behalf of PSE. PSE says they
- 20 need to increase rates again, a way to increase profits
- 21 for an investor owned utility when that foreign investor
- 22 owned utility, the Macquarie Company, is currently
- 23 looking for a buyer. They are up for sale. They're
- 24 42 percent stake in PSE.
- 25 You're probably very familiar with that.

- 1 Anecdotally Macquarie is headquartered in Australia and
- 2 Elon Musk is proposing batteries to help their
- 3 transmission issues and their peak load demand and will
- 4 guarantee it, not transmission lines in other facilities
- 5 but new technologies in Australia where Macquarie is
- 6 headquartered.
- 7 Let me relate two other developments and try
- 8 to bring it together a little bit in terms of a
- 9 quantitative study. I've looked at 10K reports, and you
- 10 probably don't look at them but I look at them
- 11 frequently, and if you look at PSE's 10K report and you
- 12 look at overall energy usage 2014 over '13, it's about
- 13 1.7 percent decrease. '15 over '14 is about a
- 14 2.3 percent decrease. '16 over '15, 2016 over 2015, is
- 15 about a 3 percent decrease.
- 16 PSE is existing and we know in other parts
- 17 of the country in a declining growth industry, yet we
- 18 find the Canadian pension fund wants to buy Avista in
- 19 Spokane. Isn't that interesting? Well, when you're
- 20 earning 9.8 percent, that's great cash flow for a
- 21 business, you know what's really important and you know
- 22 where other places would be so hard to even come by that
- 23 kind of money, so hard. So you have a really important
- 24 role in regulating an industry that has such a huge
- 25 quaranteed rate of return.

- 1 Obviously everybody here has said they're
- 2 concerned about the motives, the motives of the
- 3 Macquarie Company and their interest in what the
- 4 customers want here in the Pacific Northwest and I think
- 5 that really is inherent. Don't get me wrong, I'm not
- 6 talking about PSE employees. But one must question
- 7 their strategy, their business model, their cost
- 8 structure in today's changing energy.
- 9 In Washington, a region that touts world
- 10 class technology and entrepreneurship as well as
- 11 profound love of the environment, we should and must
- 12 lead the nation in promoting safer, more reliable,
- 13 environmental friendly sustainable energy resources that
- 14 are priced fairly. That's a huge obligation for you,
- 15 huge, and I appreciate you doing it.
- We ask you then to provide meaningful
- 17 oversight, require transparency, fact-based analysis and
- 18 thorough answers to questions in all of your
- 19 deliberations, including this one tonight, and in the
- 20 deliberation on Energize Eastside. I've attended all of
- 21 the IRP meetings. I'm very familiar what goes on.
- 22 Still many, many, many unanswered questions.
- 23 Please, in your deliberations, do not focus
- 24 on revenues. Do not focus on rates at the top. Please
- 25 spend some time focusing on that business model. Please

- 1 spend some time looking at cost structure, expenses and
- 2 please take a look at the new technologies that have
- 3 been suggested by a lot of people here. As a
- 4 businessman, I do not consider this managing their
- 5 corporation. I consider this great oversight and we
- 6 appreciate your taking the time to do it and look to the
- 7 future. Thank you.
- 8 COMMISSIONER DANNER: Thank you, sir.
- 9 Loretta Lopez. Loretta Lopez, please come forward.
- 10 Then Andrea Lister, please come forward. Ana Jamborcic?
- 11 MS. LISTER: Hi, I'm Andrea Lister and I
- 12 represent a friend of mine. I'm coming here regarding
- 13 billing issues. If they can't get the billing straight
- 14 I don't think they deserve to have rate hikes. We have
- a bill in front of me, \$32,000. The late fees on this
- 16 bill from compounded mistakes for eight years on a
- 17 commercial account is more than twice of the cost of the
- 18 usage of electricity. We don't use the -- actually
- 19 natural gas at all.
- 20 I've helped my friend who owns a business
- 21 try to decipher this and solve it for over seven years
- 22 with PSE. Again, we're trying to do this and on just
- one page, I'd like to bring it and show you, you can see
- 24 that just one error --
- 25 COMMISSIONER DANNER: All right. So this --

# Page 114 MS. LISTER: -- it goes from \$9,000 to \$900. 1 2 Now, I have 45 pages of --3 COMMISSIONER DANNER: Hang on. I'm talking. All right. So if your point is that they can't --4 because of their billing --5 6 MS. LISTER: Accountability. COMMISSIONER DANNER: -- we shouldn't be 8 giving them rate increases. With regards to the 9 specific billing problem, I would ask you to talk with UTC staff and they will work with you to address this 10 problem and do what's appropriate, but I'm not going to 11 12 discuss an individual billing issue here tonight. MS. LISTER: I'm not -- I'm just bringing it 13 up for the fact of accountability and I'd like to go on 14 to the rest of what I was saying, sir. 15 16 COMMISSIONER DANNER: That's fine. But I 17 want to make sure we're not discussing --MS. LISTER: Right. But accountability with 18 19 government, accountability with regulation, accountability with people. Do we need to protest PSE 20 21 next? Do we? Do we need to protest your office? We're 22 here for you to listen. This is an issue. It's one part of the issue of sustainability, of reliability, of 23

recycled energy, all these things. We have Siemens in

our backyard. We could have more wind turbines, more

24

25

- 1 jobs, clean energy.
- 2 I represent Green Party 350 Seattle. Other
- 3 people, low income veterans like myself, people who are
- 4 disabled, seniors, all these people who these rate hikes
- 5 makes a difference. They're living on limited incomes.
- 6 They can't even afford the rate that they have. Mind
- 7 you, and there's utility commissions whether in Seattle,
- 8 PSE, you know, all of them, Seattle City Light, they're
- 9 going into people's yards attaching things to their
- 10 homes without permission to try these new programs.
- 11 There's not an accountability factor.
- Now, when we don't have accountability in
- our government, we have a problem. We have a Twitter
- 14 storm in DC. Let's not have one here. Let's focus on
- 15 all these things that these intelligent people with
- 16 degrees and more degrees than I could even name off, to
- 17 listen to them to change this.
- 18 We don't want coal trains. If you've ever
- 19 spent the night down in International District at a
- 20 friend's house, maybe you know somebody there, go stand
- 21 by the trains when they go by. It's just filth that
- 22 you're breathing into your body. People are sick.
- 23 People are not well from these things that are going on
- 24 and until we address this and make a change of this to
- 25 get it done, then you're not going to see a reason to

- 1 give them a rate hike.
- I say that the UTC, that they're saying that
- 3 they're going to lower it and that's what they've said,
- 4 I think you should follow with that, and I think until
- 5 they get 100 percent billing correct, instead of
- 6 inflating their numbers with 45 pages of late fees, that
- 7 they're not accountable to have one more dollar from any
- 8 of us. Not you, not me or not any of these people as
- 9 well.
- 10 Thank you. As far as the pictures and
- 11 analysis that we know, this is the algae bloom. Climate
- 12 change is real. That's Alki this morning.
- 13 COMMISSIONER DANNER: All right. Thank you
- 14 very much. Ana Jamborcic, come forward.
- MS. JAMBORCIC: Hi. I'm Ana Jamborcic.
- 16 Thank you for having us here today. I'm a Seattle
- 17 resident. I'm a ratepayer and a concerned citizen. I
- 18 also have an environmental science degree and I worked
- 19 for a number of years as a subject matter expert for
- 20 carbon demand response and energy efficiency software.
- 21 Coal is by far the most polluting energy
- 22 source. There are many air pollutants, including
- 23 greenhouse gases. The effects of greenhouse gases on
- 24 oceans, changing climate and other air pollution that
- 25 are really detrimental to our environment and our health

- 1 are huge serious problems for our society. Additional
- 2 funding for this energy source is highly dangerous and
- 3 should not be allowed.
- 4 In addition, for the continued economic
- 5 competitiveness and prosperity of Washington and beyond,
- 6 we need to do everything possible to support renewable
- 7 energy including not approving this rate hike. Having
- 8 an aggressive investment in renewables and divestment
- 9 from coal will enable us to benefit from future carbon
- 10 toxin, other regulations from pollution instead of
- 11 getting into trouble in the future because we know
- 12 they're coming.
- 13 It will also put us in a better position to
- 14 benefit from the continued technological advances and
- 15 infrastructure that is continuously -- the costs of
- 16 renewable energy and the infrastructure of those
- 17 technologies is continuously going down so we need to be
- 18 in a position to take advantage of that instead of
- 19 investing into the past.
- 20 By being proactive and strategic in our
- 21 investments we'll be able to be more competitive and
- 22 keep up with other global economies including Germany
- 23 and even China who are already investing heavily into
- 24 these technologies.
- 25 It's simply smarter business sense not to

- 1 approve this hike. We can't afford as a civil society
- 2 to continue to support coal based power generation and
- 3 we must invest in the future and not subsidize dying
- 4 technologies. Please don't approve this hike. Thank
- 5 you.
- 6 COMMISSIONER DANNER: All right. Thank you
- 7 very much. We have the Raging Grannies. Do you wish to
- 8 come up as a group? Are you still here?
- 9 AUDIENCE MEMBER: They headed out.
- 10 COMMISSIONER DANNER: They left, all right.
- 11 AUDIENCE MEMBER: Their bus leaves at 8:05.
- 12 COMMISSIONER DANNER: Okay. Well, gosh --
- 13 all right. Jennifer Liebsher, are you here? Lyle
- 14 Conway? All right. Susan Rizer?
- MS. RIZER: Are you sure it's not Sarah
- 16 Rizer?
- 17 COMMISSIONER DANNER: I'm sorry. Sarah
- 18 Rizer, it is. Please come forward. And Nancy Corr, if
- 19 you're still here, you're on deck.
- 20 MS. CORR: My concerns have been stated
- 21 well.
- 22 COMMISSIONER DANNER: Okay. Thank you.
- 23 MS. RIZER: Hello, my name is Sarah Rizer
- 24 and a lot of my concerns have already been addressed as
- 25 well. I just kind of want to come up here and pull on

- 1 your heartstrings if you will let me.
- 2 I am currently a resident of Washington
- 3 State and I am very familiar with falling through the
- 4 cracks of Washington State's shifty checks and balances.
- 5 I was given up for adoption at a very young age and
- 6 actually smuggled out of this country and raised in
- 7 Saudi Arabia, which is as I'm sure everybody knows, a
- 8 very fossil fuel driven country.
- 9 You know, I never viewed getting smuggled
- 10 out of here as a permanent placement because I was old
- 11 enough to know my family, know my culture, know where I
- 12 came from when I was taken, and in my head always
- 13 remained basically the scenery. I was always going to
- 14 make it back here. I was always going to make it back
- 15 to my family, always. The rivers, the trees, the
- 16 mountain, that was my goal, get back here. And I did
- 17 and it wasn't as an adult. I made my way home by the
- 18 age of 11 years old, okay. I had never imagined that
- 19 over 20 years later I would be sitting here fighting for
- 20 not only the longevity of my life but also my children's
- 21 life, my entire community, my entire tribe and
- 22 surrounding areas.
- I am of the Puyallup Nation in Tacoma where
- 24 I have to express my deepest sympathies to everybody
- 25 here who are being told that they are paying to

- 1 basically increase renewable resources. Because we're
- 2 not even being given that choice where we are being rate
- 3 increased basically to pay for over 40 percent of an L
- 4 and G plan that none of us want. And not only do we not
- 5 want it, but we were not properly informed. We were not
- 6 properly brought to the table for discussion until
- 7 construction and plans were already underway as a tribe.
- 8 And when you guys pulled down that screen
- 9 and addressed everybody in here, you forgot to address
- 10 our indigenous original residents. And that concerns me
- 11 because another thing that I remember is from a young
- 12 age my grandmother, who worked with the Puyallup tribe
- 13 protecting our fishing rights and our salmon run, always
- 14 told me that the tribal treaties are the supreme law of
- 15 the land. What I don't understand is why you guys don't
- 16 see us. Why don't you see us? That's all I want to
- 17 know.
- 18 In that little drop down there you did not
- 19 address our treaties, you did not address our people,
- 20 but you will know us because we are banding together
- 21 now. Every step that is not taken towards renewable
- 22 energy is 12 steps back. We are walking back in time
- 23 but the alarms are still going off and we are waking up
- 24 and we are uniting. So get ready.
- 25 COMMISSIONER DANNER: Thank you. Dakota

- 1 Case?
- 2 MS. RIZER: You can yield his time. He's
- 3 already gone.
- 4 COMMISSIONER DANNER: Thank you. Rich
- 5 Voget? Are you here, sir? All right. And Fran Brooks,
- 6 if you're still here, you're on deck. And Benjamin
- 7 Sibelman after that.
- 8 MR. VOGET: My name is Richard Voget. I'm a
- 9 Puget Sound Energy customer and I'm speaking on behalf
- 10 of the children of the world for their children's
- 11 children's children. For their sake, the Colstrip coal
- 12 plant, the third largest climate polluter in the United
- 13 States in 2015, needs to be closed as soon as possible.
- 14 Therefore, I am asking that you shorten the payment
- 15 schedule for Units 3 and 4 at Colstrip to 2025. Making
- 16 sure the units are paid by 2025 is critical in
- 17 facilitating their retirement by that date.
- 18 This 2025 date reflects both economic and
- 19 climate reality, 100 percent clean energy. Wind solar
- 20 and energy efficiency is not only affordable, it's also
- 21 the only long-term solution for fighting climate change.
- The video you showed tonight addressed the
- 23 costs and profits of utilities. Puget Sound Energy is
- 24 not a local utility but owned by a global Australian
- 25 corporation interested in maximizing profit. With the

- 1 way the cost of renewable energy continues to rapidly
- 2 drop in 2025 is a price drop in years away, it will only
- 3 be to Puget Sound Energy's benefit to stop burning coal
- 4 and convert to renewable energy. So you can actually
- 5 help Puget Sound Energy's bottom line by not allowing
- 6 them to pass expenses associated with the Colstrip coal
- 7 plant on to customers past 2025.
- 8 COMMISSIONER DANNER: All right. Is Fran
- 9 Brooks still here? Benjamin Sibelman. And Haley Horr,
- if you're still here you're on deck.
- 11 MR. SIBELMAN: Thank you, Commissioners, for
- 12 coming here to the middle of the densest part of PSE's
- 13 territory in an evening of a weekday to help us all have
- 14 a chance to speak. My name is Ben Sibelman and I was a
- 15 PSE customer until last year when I moved across the
- 16 lake to Seattle, but the fate of the Colstrip power
- 17 plant concerns everyone due to its massive carbon
- 18 emissions, which as has been noted, it's almost
- 19 certainly still one of the top five point sources of any
- 20 kind in the United States.
- 21 Civilization has run out of time. We can't
- 22 afford any more delays in making the transition to clean
- 23 energy if we want to prevent catastrophic runaway
- 24 climate disruption. PSE says they want to keep Colstrip
- 25 running for 18 more years, that's simply unacceptable.

- 1 Governor Inslee, as has been noted, joining many local
- 2 and state leaders across America has committed to
- 3 Washington State to meeting our 2025 goals and other
- 4 goals under the Paris climate agreement in defiance of
- 5 the climate deniers in the federal government.
- I am asking you to help realize that state
- 7 goal by requiring PSE to stop forcing its customers to
- 8 pay for its giant coal fired power plant beyond the year
- 9 2025.
- 10 As a 32-year-old I'm acutely aware that if
- 11 the world failed to take stronger action to solve the
- 12 strong climate crisis, civilization may well collapse
- 13 within my lifetime due to drought, famine and war, quite
- 14 possibly nuclear. Please do your part to prevent that
- 15 from happening by pushing PSE to start planning out a
- 16 shutdown Colstrip by 2025 to ensure a successful orderly
- 17 transition that provides pathways to a new clean energy
- 18 economy for the town of Colstrip. Thank you.
- 19 COMMISSIONER DANNER: Thank you. Haley
- 20 Horr, if you're still here. All right. Cherry
- 21 Champagne. Bob Dilg?
- MR. DILG: Dilq, yes.
- 23 COMMISSIONER DANNER: Dilg. Come forward.
- MR. DILG: Good evening.
- 25 COMMISSIONER DANNER: Good evening.

- 1 MR. DILG: My name is Bob Dilg, I'm here
- 2 this evening to urge you to support the provision of
- 3 whatever funds are necessary to make the transition to
- 4 clean energy. My wife and I moved to Bellevue some
- 5 seven years ago. We did so, we chose this area in large
- 6 part because it embraces progressive values, it accepts
- 7 the finding of scientists without creating an
- 8 alternative universe. It understands the need for
- 9 change. It promotes technological advances and it looks
- 10 to the future, not to the past.
- 11 We get our energy from Puget Sound Energy.
- 12 We appreciate the service that it provides and the
- 13 efficiency with which it provides it, but we do not want
- 14 to see our funds being used to continue the dependence
- 15 on fossil fuels which now despoil our lands, often
- 16 irreparably, which blacken our air and which undermine
- 17 our very health.
- 18 The harm being inflicted upon our planet by
- 19 the continuing use of fossil fuels is no longer subject
- 20 to debate. The science has spoken. Each one of you
- 21 here tonight knows this to be the case. The fossil fuel
- 22 industry itself now it appears even knew this to be the
- 23 case as far back as the 1960s. There is no longer a
- 24 debate. Today the fossil fuel industry reels forward
- 25 like some kind of an addict demanding one more fix, one

- 1 more fix, one more hole to drill which it can fill with
- 2 caustic chemicals of which we don't even know the
- 3 nature. One more rig to put out in the ocean which
- 4 threatens our estuaries, our beaches. One more -- one
- 5 more fix, one more time to belch noxious fumes into the
- 6 air we breathe.
- 7 You alone cannot stop the self-destructive,
- 8 self-enriching behavior of the fossil fuel industry but
- 9 you can cease to be enablers. You can do everything in
- 10 your power to see that moneys are now diverted to
- increase the ability of the PSE through you to shift to
- 12 coal -- to clean energy. This is something that you owe
- 13 to your community. Use your powers to see that the
- 14 moneys are put aside so that we don't have to wait until
- 15 2024 or 2025, that we do it as quickly as possible. The
- 16 money is there -- you've heard the people here tonight.
- 17 They're willing to spend more as long as that money is
- 18 used to preserve our world.
- 19 We need -- we live in a planet that's now in
- 20 peril. You know that. You need to exercise your
- 21 authority to see that the very life that we depend upon
- 22 is sustained. Thank you.
- 23 COMMISSIONER DANNER: All right. Thank you.
- 24 Peter Marshall. And Paula Waters, you're on deck.
- MR. MARSHALL: Good evening, Commissioners.

- 1 My name is Peter Marshall, I'm speaking this evening on
- 2 behalf of the Eastside Audubon organization and we're
- 3 writing and asking you as the UTC to consider the
- 4 potential that the rate increase requested by Puget
- 5 Sound Energy might diminish that utility's commitment to
- 6 getting out of the coal fired part of their power
- 7 production by 2025. In particular, we're concerned that
- 8 some part of the proposed revenue that would come from
- 9 that would allow PSE to continue taking energy from the
- 10 Colstrip coal mines beyond that year.
- 11 Why would a bird-oriented organization like
- 12 Audubon be concerned about energy rates in particular?
- 13 We -- it's partly because of the study that was referred
- 14 to earlier by Dan Streiffert of another Audubon chapter
- 15 showing that the effect of climate change on bird
- 16 species is pretty staggering, you know, reducing a
- 17 majority of the birds that they studied to less than
- 18 50 percent of the habitat they now occupy. And that has
- 19 pretty grave implications we know for human habitation
- 20 on the same planet.
- 21 So we are concerned because of the role that
- 22 fossil fuels play in that climate change type of
- 23 scenario. So we understand that one result of Puget
- 24 Sound Energy's proposed rate increase could be the
- 25 prolonged use of power from the coal that would come

- 1 from an enlargement of the Rose -- I think it's the
- 2 Rosebud coal mine, that physically enlarging that mine
- 3 could enable it to continue operating beyond the
- 4 previously understood termination date of 2025.
- 5 We believe this would be a mistake. King
- 6 County's strategic climate action plan endorsed by 14
- 7 King County mayors calls on the county to phase out coal
- 8 fired plants by 2025. Everybody seems to be assuming
- 9 and focusing on that year as the best target we have at
- 10 this time and we hope to stick to that.
- 11 We believe that Puget Sound Energy should
- 12 commit to cutting back its coal fired power by that year
- 13 2025 and we trust that any rate adjustment that comes
- 14 out of this process will support that 2025 schedule.
- 15 Thank you for the opportunity to come out.
- 16 COMMISSIONER DANNER: All right. Thank you
- 17 very much. Paula Waters, please come forward. And Don
- 18 Marsh, you are on deck.
- 19 MS. WATERS: I'm Paula Waters. I'm a
- 20 council member in Woodinville and I should say I don't
- 21 represent my council necessarily tonight but I do feel I
- 22 represent the interests of my constituents at my home.
- 23 Last year I spearheaded a rooftop solar
- 24 campaign in Woodinville and a number of us in
- 25 Woodinville, including myself, stepped up to the plate

- 1 and made a very ethically satisfying investment that
- 2 will allow us to reduce the use of fossil fuels and to
- 3 fight climate change. I feel really good about that but
- 4 I know that our contribution to that cause sadly will
- 5 not amount to much as long as PSE continues to operate
- 6 Colstrip in Montana.
- 7 I and my neighbors stepped up with a
- 8 considerable financial investment to reduce carbon
- 9 emissions as PSE should do also. I join a great many
- 10 others in calling for PSE to commit itself to get
- 11 completely off coal no later than 2025. So whatever
- 12 your decision is on the rates, I think it should be one
- 13 that prioritizes an end to coal and lays out an orderly
- 14 path towards a coal-free future. Thank you so much for
- 15 being here.
- 16 COMMISSIONER DANNER: Thank you very much.
- 17 Don Marsh, come forward. And Earl Gibson, you're on
- 18 deck.
- 19 MR. MARSH: My name is Don Marsh and in
- 20 theory, I am still a consumer of PSE's coal fired
- 21 electricity. Actually in practice, a couple years ago I
- 22 put a second round of solar panels on my roof and as a
- 23 result my family has become a net energy exporter, clean
- 24 energy exporter to PSE. We have enough electricity
- 25 coming off our roof to power our entire house, our

- 1 electric car, and we've been selling back about
- 2 20 percent of our production to PSE.
- I also serve as the president of CENSE, the
- 4 Coalition of Eastside Neighborhoods For Sensible Energy.
- 5 We are an organization of hundreds of Eastside residents
- 6 who want the best possible energy solutions for our
- 7 communities. For the past three and half years, PSE has
- 8 been trying to sell us a dangerous and destructive
- 9 transmission line that will place 230,000 volts in close
- 10 proximity to two half-century-old petroleum pipelines
- and to dozens of residential neighborhoods, parks and
- 12 schools.
- 13 According to records filed with the Federal
- 14 Energy Regulatory Commission, PSE has already spent
- 15 \$26 million on this project and we expect to see that
- 16 expenditure brought forward in future rate case hearings
- 17 after detrimental impacts have already occurred.
- 18 CENSE believes there is a better way.
- 19 Energy storage technology has become cost effective,
- 20 safe and better for the environment than PSE's plans to
- 21 build additional gas plants and oversized transmission
- 22 lines. Batteries improve the effectiveness of solar and
- 23 wind-generated electricity, reducing carbon emissions.
- 24 In many circumstances batteries can also provide better
- 25 reliability than fossil fuel and wired alternatives.

- 1 PSE has a financial incentive to disqualify
- 2 batteries and other modern solutions as you heard from
- 3 Brion Grunkemeyer earlier tonight. The company has done
- 4 this by using old data and questionable assumptions.
- 5 PSE must not be allowed to raise our rates to fund
- 6 dirty, outdated infrastructure projects. CENSE and a
- 7 growing coalition of environmental organizations want
- 8 good data and a fair analysis of a need for these
- 9 projects and viable alternatives.
- 10 The Macquarie group recently announced its
- 11 intention to sell its interest in PSE. We want any
- 12 potential buyer to know that there will be strenuous
- 13 objections from ratepayers who will not sit idly by
- 14 while our utility bills fund the degradation of our
- 15 communities and the environment. Thank you so much.
- 16 COMMISSIONER DANNER: All right. Thank you,
- 17 sir. Earl Gibson. And Debbie Jackson, you're on deck
- 18 if you're still here.
- 19 MR. GIBSON: Good evening, Commissioners.
- 20 My name is Earl Gibson. I'm just a quy, not a real
- 21 joiner, I'm not with any group. I don't see the
- 22 justification for the rate increase. Income is up.
- 23 Revenue is up, you know, and who's going to pay this
- 24 wonderful increase? It's going to be the person. It's
- 25 going to be a larger percent of a low income person's

- 1 income.
- 2 The people who can afford solar panels, all
- 3 power to you, but, you know, I have reduced my energy
- 4 bills by two-thirds in the last 20 years. I'm out of
- 5 stuff to do. So every time you raise your rate, my
- 6 recurring costs go up and all I see is the PSE trying to
- 7 increase a recurring revenue on my back. No thank you.
- 8 I think this rate increase should be rejected for all
- 9 the other reasons too, but that's my reason. I ain't
- 10 got the money. Thanks.
- 11 COMMISSIONER DANNER: Thank you, sir. Is
- 12 Debbie Jackson here? All right. Susan Thomas, please
- 13 come forward.
- MS. THOMAS: Hello. I'm a customer from Des
- 15 Moines, and yeah, what they all said. Simply renewable
- 16 is good. Fossil fuel is bad. Pretty simple, especially
- 17 if CO2 eventually becomes a cost, a monetary charge, PSE
- 18 will be charged for that as well. I'm not the
- 19 business-minded person but if we could take the decrease
- 20 that you're intending for the fracked gas and use it
- 21 towards building a wind power generator over in the
- 22 Colstrip area, that will help provide them for jobs away
- 23 from the coals once hopefully before 2025 that will be
- 24 eliminated. Because if we can do that even sooner, I
- 25 can return to being a proud PSE customer that I used to

- 1 be when before I realized that you guys or they are
- 2 getting their energy from the third greatest contributor
- 3 to CO2 emissions. So thank you, and thank you for all
- 4 your work for helping the customers.
- 5 COMMISSIONER DANNER: All right. Thank you
- 6 very much. Linda Seltzer, come forward.
- 7 MS. SELTZER: Good evening. And thank you
- 8 for hearing our comments. I appreciate all of the
- 9 highly learned comments on the environment and I hope
- 10 that you will indulge me in speaking about -- briefly
- 11 about a different topic.
- I oppose the unnecessary rate increase and a
- 13 rough hardball, ruthless collection tactics aimed at
- 14 senior citizens, the disabled and low income workers.
- 15 40 percent of the households in King County, households
- 16 not persons, are renting, so we can talk about the
- 17 issues facing renters as well as homeowners.
- 18 PSE advertises an assistance program. The
- 19 public should understand this only applies to incomes
- 20 below 1450 per month. PSE advertises an equal payment
- 21 budget plan but when people get behind in the winter,
- 22 they don't offer it. They only offer it to the people
- 23 whose accounts are up to date; that is, the people who
- 24 don't need it.
- 25 People who are late three times get no help,

- 1 and in fact what they get is the opposite, a threat of a
- 2 \$300 deposit and a threatened shutdown, sometimes with
- 3 only a few days notice. The notices are backdated maybe
- 4 more than a week, even two weeks or more before they
- 5 actually arrive. This is how PSE is treating the low
- 6 income population here in King County. The company --
- 7 let's see. Their hardball and harassment tactics need
- 8 to stop and I would like to ask the Attorney General's
- 9 representative here to investigate what rights the
- 10 consumer actually has and how the Attorney General's
- 11 Office can actually defend the consumers and not say
- 12 this is only for the Commissioners, and how the
- 13 Commissioners can defend the consumers against this
- 14 ruthless machine that's being operated against the low
- income people in this community.
- 16 Thank you very much. And again, I oppose
- 17 this rate increase. It's unnecessary. They're making
- 18 enough profits. They don't need to gouge senior
- 19 citizens anymore.
- 20 COMMISSIONER DANNER: Thank you.
- 21 Ms. Seltzer, if you would like to talk to the Assistant
- 22 Attorney General or to Commission staff, maybe they can
- 23 take your contact information and follow up with you if
- 24 there's particular issues.
- 25 All right. Frank Souliere, are you here?

# Page 134 Vicki Grayland? Aaron Tam? 2 MR. TAM: I will pass. 3 COMMISSIONER DANNER: You will pass, thank 4 you, sir. 5 Ron Snell, are you here? MR. SNELL: 6 Yes. COMMISSIONER DANNER: Come forward. 8 Nancy Berry, if you're still here, please come forward. 9 Mr. Snell, thank you. Go ahead. 10 MR. SNELL: Thank you for this opportunity 11 to speak. I do want to thank the Commission for holding 12 this hearing in Bellevue. It gives many of us a much easier time to get a chance to speak to you. I'm 13 speaking today as a grandfather and a ratepayer. My 14 granddaughter lives here in Bellevue. She attends 15 16 Sacred Heart Elementary School and in the winter she 17 snowboards and the other times of the year she plays soccer. She's a fairly typical Northwest kid. But I 18 worry about the world we're leaving her, all of her 19 classmates at Sacred Heart and all of the other kids of 20 her generation. They will -- will they have a world in 21 22 which they can thrive or will they be forced to cope as 23 best they can with a world that is degraded because of 24 climate change?

The single most important thing we can do

25

- 1 for them today is to demand that PSE shut down its coal
- 2 plant at Colstrip as soon as possible. A number of
- 3 people have spoken well around 2025 should be the latest
- 4 possible date to shut down that plant, but in addition
- 5 to these issues around climate change, there are also
- 6 economic issues in shutting down Colstrip. As long as
- 7 PSE continues to operate the plant, it will continue to
- 8 accumulate toxic wastes in its ash ponds, wastes that
- 9 will have to be cleaned up.
- 10 If PSE insists on continuing to operate
- 11 Colstrip past 2025, ratepayers such as myself should not
- 12 be responsible for the cleanup. PSE shareholders
- 13 instead should pay the bill.
- I urge the UTC to build incentives into the
- 15 rate structure that will incent PSE to shut down
- 16 Colstrip no later than 2025. Thank you.
- 17 COMMISSIONER DANNER: Thank you, sir. Nancy
- 18 Berry, come forward. And Margo Rolf, if you're still
- 19 here, you're on deck.
- 20 MS. BERRY: Good evening. I am Nancy Berry
- 21 and I am a resident of Renton. I'm here representing
- 22 the Board of Earth Ministry. We are an ecumenical
- 23 environmental advocacy group. With the soulness we
- 24 believe that the earth and all that is within it belong
- 25 to God. We also believe along with the gospel,

- 1 teachings of the gospel and really of all major
- 2 religions that we have a responsibility to care for one
- another, especially those who are vulnerable, and we've
- 4 heard from some of them tonight.
- 5 Our faith teaches us that we have a
- 6 responsibility to protect the earth and to use its
- 7 resources wisely, as well as considering how our actions
- 8 may affect other people including their right to have
- 9 clean and healthy air, soil and water, not just in our
- 10 own immediate neighborhood but in the larger global
- 11 community.
- 12 Because of these core values Earth Ministry
- is concerned about the effects on the environment of
- 14 burning fossil fuels and especially coal, the dirtiest
- 15 of energy resources.
- I am a PSE customer. I'm not eager to have
- 17 my rates increase, but I'm even more displeased about
- 18 spending on coal generated power from the Colstrip
- 19 facility in Montana. Coal represents the technology of
- 20 yesteryear while clean renewable energy sources such as
- 21 solar and wind are rapidly becoming available and cost
- 22 effective.
- 23 So I urge the UTC to require PSE to phase
- 24 out coal production no later than 2025. Sooner would be
- 25 better. And that any permission to adjust rates would

- 1 be contingent on their doing so, on decommissioning the
- 2 plants, and I also urge you to provide strong
- 3 enforcement and monitoring of this process. Thank you.
- 4 COMMISSIONER DANNER: Thank you. Ms. Rolf.
- 5 MS. ROLF: Thank you for this opportunity.
- 6 My name is Margo Rolf. I am from Federal Way,
- 7 Washington. I'm a retired public school teacher, member
- 8 of Saltwater Climate Action Now team and a ratepayer
- 9 using energy provided by Puget Sound Energy. I pay PSE
- 10 and the stockholders of an Australian corporation part
- of my retirement for heat and light for my home. Each
- 12 time we light and heat Saltwater Church, part of my
- 13 pledge goes to PSE. Each time Federal Way lights up our
- 14 streets, lights up and heats city hall and other public
- 15 facilities, I pay taxes to Federal Way to pay PSE.
- So I am an interested party in the direction
- 17 and decisions they make about my future and that of my
- 18 family, my city, my state, and though I do not hold a
- 19 public office, I hope that I can speak for many ordinary
- 20 families.
- 21 If you were to ask the general public, Do
- 22 you want dirty fracked gas for your energy source? I am
- 23 sure anyone who knows anything about it would say,
- 24 Heavens no. I truly am thankful for some decisions in
- 25 the past. I'm thankful for the closure of the coal

- 1 powered Plants 1 and 2 in Colstrip and I'm asking for
- 2 the closure of Plants 3 and 4 and to have it done
- 3 hopefully by 2025.
- 4 Please don't let them use ratepayers' money
- 5 and then replace the electrical power plants with
- 6 so-called clean gas. Skip the bridge fuel and head
- 7 directly to clean sustainable energy. Fracked gas is
- 8 dirty at the extraction point. Dirty as it leaks
- 9 methane from pipelines and dirty when burned as it emits
- 10 carbon dioxide and other greenhouse gases. There's
- 11 nothing clean about that.
- 12 You know, PSE provides clean energy in their
- 13 Green plan. They ask us, however, to pay a little extra
- 14 if we're concerned about the environment. They send us
- 15 a brochure or a flyer in our bill and they show on the
- 16 website that anyone who's concerned about the
- 17 environment or our carbon footprint, we can do something
- 18 about it. We can pay them extra. So I pay \$10 extra
- 19 every month. I pay it for my grandson.
- They are very intelligent, smart people over
- 21 at PSE. I've talked to some at open houses. They have
- 22 technology and they have resources but they must have
- 23 the will to do what's right. I know that that
- 24 Australian corporation has to make money. I know that
- 25 they have to make a profit, but Washington should have

- 1 the final say about our lives.
- I don't want my rates to go up for dirty
- 3 energy. They have been selling us dirty energy far too
- 4 long. Please help them see the light. Thank you so
- 5 much.
- 6 COMMISSIONER DANNER: All right. Thank you.
- 7 So that is the end of the sign-up sheet. Unless there's
- 8 an additional sign-up sheet, I don't have anyone else
- 9 that is signed up to speak this evening. Is there
- 10 anyone who did not sign up who wishes to come forward
- 11 and say something at this time? Come forward, sir, and
- 12 identify yourself.
- 13 MR. HANSEN: My name is Norm Hansen. I live
- in Bellevue and I've been following the IRP process for
- 15 some time now and I'm a little bit frustrated because of
- 16 Energize Eastside, Washington State law does require
- 17 that the IRP include transmission line planning and so
- 18 you could look at other options. And I'd like to
- 19 encourage the Commission to encourage -- well, actually
- 20 to require PSE to include that planning with options in
- 21 their 2017 IRP. They've tried -- to me they've tried to
- 22 put it on a back shelf and I think that's inappropriate.
- 23 As Don Marsh already spoke, they have spent \$26 million
- 24 on this project, and if there is a better option, I
- 25 think that it would certainly benefit the ratepayers and

- 1 we would like to ask your help including that. Thank
- 2 you very much.
- 3 COMMISSIONER DANNER: Thank you, Mr. Hansen.
- 4 I did receive another sign-in sheet but it looks like
- 5 nobody who signed up wishes to speak so I note your
- 6 presence and thank you for being here.
- Is there someone else? Yes, please come
- 8 forward.
- 9 MS. VON TOBEL: Well, Commissioner, I'm not
- 10 sure if it would be appropriate for me to speak at this
- 11 time or not. I am a PSE ratepayer. I don't really have
- 12 a huge concern about the rate case right now. I worked
- 13 for the director of rates from '97 to '92, personal
- 14 assistant, and then the officer in charge of all that.
- 15 In '92 --
- 16 COMMISSIONER DANNER: Before you proceed can
- 17 you identify yourself?
- 18 MS. VON TOBEL: My name is Elizabeth Von
- 19 Tobel.
- 20 COMMISSIONER DANNER: And how do you spell
- 21 that?
- MS. VON TOBEL: It's V as Victor, O-N,
- 23 space, capital T-O, B as in brother, E-L.
- 24 COMMISSIONER DANNER: Thank you. Proceed.
- MS. VON TOBEL: Thank you. The reason I'd

- 1 like to address the Commission tonight is because I've
- 2 got some kind of a leak in my house and smoke to the
- 3 extent that I've been told I have advanced COPD,
- 4 however, when I'm out of the house I don't, my breathing
- 5 is not problematical. And I've had the power company
- 6 out any number of times, most recently last Wednesday,
- 7 two gentlemen came out, very kindly they worked on the
- 8 weather head, you know, the masthead where it comes in
- 9 above the house? Do you know what I'm talking about?
- 10 Following that I don't have my stove
- 11 anymore. Prior to that when I called up and asked for
- 12 help, they cut my gas, not for non-pay. It's on auto
- 13 pay. They just cut my gas. So I haven't had hot water
- 14 for over a month. And the power company also, I called,
- and they were to come out last Thursday, never showed
- 16 up.
- 17 COMMISSIONER DANNER: We're talking about
- 18 Puget Sound Energy?
- 19 MS. VON TOBEL: Yes, we are, and I love the
- 20 company. I'd love to be working there still. I'll tell
- 21 you that for free. So I really don't know what to do
- 22 about the situation.
- COMMISSIONER DANNER: Okay. So this is one
- 24 that I would ask you to speak to Commission staff,
- 25 they'll get your contact information and we will follow

- 1 up.
- 2 MS. VON TOBEL: I do have the information
- 3 with the representative from the district attorney's
- 4 office.
- 5 COMMISSIONER DANNER: That's fine.
- 6 Mr. Roberts in the back there, he'll raise his hand.
- 7 Also, he'll take your contact information and we'll
- 8 follow up with you then.
- 9 MS. VON TOBEL: Okay, yeah. I mean a month
- 10 without hot water, now no stove, and I believe it's a
- 11 grounding problem but nobody has really -- you know,
- 12 I've had electricians in and I am afraid to go home to
- 13 this house tonight. We've owned it since '95. This has
- 14 been going on since about 2010, 2011 and I'm afraid to
- 15 go home to that house tonight.
- 16 COMMISSIONER DANNER: All right. Again,
- 17 talk to Mr. Roberts in the back there and we'll follow
- 18 up --
- 19 MS. VON TOBEL: Thank you. Thank you for
- 20 your attention. I appreciate it. Thank you,
- 21 Commissioners.
- 22 COMMISSIONER DANNER: Thank you for coming
- 23 out tonight. Is there anything else in the room tonight
- 24 who wishes to address the Commission on this docket?
- 25 Anything here?

- 1 All right. If not, I want to again invite
- 2 folks or if you have friends or neighbors who were not
- 3 able to make it tonight who wanted to be here, they can
- 4 submit written comments, again it's at our website which
- 5 is www.utc.wa.gov.comment. You can also send an e-mail
- 6 to Comments@utc.wa.gov or you can call us at
- 7 1-888-333-WUTC.
- 8 You can also send a letter by mail. I know
- 9 that seems old-fashioned but it still works, and that
- 10 would be at the Washington State Utilities and
- 11 Transportation Commission, and that's PO Box 47250,
- 12 Olympia, Washington 98504-7250.
- 13 And again, these addresses are on the
- 14 information sheet that the Attorney General's Office
- 15 handed out that the Office of Public Counsel made
- 16 available on the table outside.
- 17 So I think that brings us to the end
- 18 tonight. There will be another public comment meeting
- 19 on August 31st in Olympia, Washington. We'll be taking
- 20 written comments until August 31st. So thank you all
- 21 for coming out on a warm summer night to share your
- 22 views with us. We really do appreciate it, and even
- 23 though we sat here and did not seem responsive or
- 24 engaging, that's the way this system works and in fact,
- 25 we did take in your comments and we will be processing

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     them as we go forward with this proceeding.
                  So thank you all for coming and we'll be
 2
 3
     adjourned. Thanks.
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                       (Hearing concluded at 8:38 p.m.)
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     STATE OF WASHINGTON
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                              )
                                 SS: CERTIFICATE
     COUNTY OF SNOHOMISH
 3
            I, CONNIE A. RECOB, Certified Court
     Reporter in and for the State of Washington do hereby
 5
     certify;
 6
 7
            That the foregoing is a true and correct
     transcription of my shorthand notes as taken upon the
 8
 9
     above named case on the date and at the time and place
     as shown on page one hereto;
10
11
            That I am not related to any of the
12
     parties to this litigation and have no interest in the
13
     outcome of said litigation;
14
15
            Witness my hand and seal this 8th day of
16
     August, 2017.
17
18
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20
21
                        CONNIE A. RECOB, CCR 2631, RMR, CRR
                        CERTIFIED COURT REPORTER
22
                        IN AND FOR THE STATE OF
                        WASHINGTON, RESIDING AT
23
                        STANWOOD. LICENSE EXPIRES
                        APRIL 8, 2018.
24
25
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