1 BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION 2 COMMISSION 3 CITY OF KENNEWICK,)) Petitioner,) 4) 5 vs.) DOCKET NO. TR-040664 Volume I) UNION PACIFIC RAILROAD, Pages 1 - 10 6) 7 Respondents.) 8 9 A prehearing conference in the above matter was held on October 19, 2004, at 1:30 p.m., at 1300 10 11 South Evergreen Park Drive Southwest, Olympia, 12 Washington, before Administrative Law Judge C. ROBERT 13 WALLIS. 14 15 The parties were present as follows: CITY OF KENNEWICK, by JOHN S. ZIOBRO (via 16 bridge), City Attorney, 210 West Sixth Avenue, Kennewick, Washington 99336; telephone, (509) 17 585-4272. 18 UNION PACIFIC RAILROAD, by CAROLYN L. LARSON (via bridge), Attorney at Law, Kilmer, Voorhees & 19 Laurick, 732 Northwest 19th Avenue, Portland, Oregon 20 97209; telephone, (503) 224-0055. 21 WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION, by SALLY G. JOHNSTON, Senior Assistant 22 Attorney General, 1400 South Evergreen Park Drive Southwest, Post Office Box 40128, Olympia, Washington 23 98504; telephone, (360) 664-1193. 24 Kathryn T. Wilson, CCR

25 Court Reporter

0002 PROCEEDINGS 1 2 JUDGE WALLIS: Let's be on the record, 3 4 please. This prehearing conference will please come to 5 order. This is a conference in the matter of Commission Docket No. TR-040664, under the name of б Kennewick versus Union Pacific Railroad. This 7 conference is being held in Olympia, Washington before 8 9 Administrative Law Judge C. Robert Wallis. I would 10 like to get appearances for our record, please, 11 beginning with the City of Kennewick. 12 MR. ZIOBRO: Thank you. John Ziobro, 13 Z-i-o-b-r-o, Kennewick city attorney. I'm joined by 14 Peter Beaudry, B-e-a-u-d-r-y, public works director; 15 Steve Plummer, P-l-u-m-m-e-r, project engineer. 16 MS. LARSON: And I'm Carolyn Larson, attorney 17 for Union Pacific Railroad Company. MS. JOHNSTON: Sally G. Johnston, assistant 18 attorney general. 19 20 JUDGE WALLIS: Very well. The prehearing 21 conference schedule has been extended once or twice to 22 afford the parties an opportunity to engage in 23 discussions about resolving the issues in this matter. 24 Let me ask for the record whether the parties have been able to reach resolution or otherwise what the status 25

1 of the discussions are.

2 MR. ZIOBRO: We are continuing to work towards a resolution. However, I think that we have 3 4 continued this hearing two times, and we would like to 5 keep moving forward with a hearing schedule, but we are б also continuing negotiation discussions with the hope 7 of a resolution before ever going to a full hearing. JUDGE WALLIS: Ms. Larson, do you have 8 9 anything to add? MS. LARSON: No. I think that's correct. I 10 11 agree with that. 12 JUDGE WALLIS: In terms of process, there was 13 an indication that the parties might desire discovery; is that correct? 14 15 MS. LARSON: Yes. 16 JUDGE WALLIS: What is the nature of the 17 discovery that would be undertaken pursuant to Commission rules if the discovery rule were invoked? 18 19 MS. LARSON: Specifically, I would be 20 interested in having copies of any traffic study that 21 have been performed by the City and any study of 22 alternatives to this grade crossing; also whether there 23 have been any studies about having a grade-separated 24 crossing in lieu of this at-grade crossing. 25 I'm also interested in whether there are any

contracts between the City and anyone else that deal 1 with any promises to have a crossing at this location. 2 JUDGE WALLIS: Mr. Ziobro, are those 3 4 documents that a discovery order would be necessary for 5 the City to provide? MR. ZIOBRO: I don't think we need an order. б 7 I think we can provide everything Ms. Larson has identified, and if for some reason she wasn't satisfied 8 9 with the response, maybe we could revisit this, but I 10 think we can provide her everything. 11 I think we can quickly address whether we can 12 go at grade. There is a PUD power station that we 13 think would prohibit us from going below grade at the 14 site, but we can provide any detail that would support 15 that. 16 JUDGE WALLIS: Ms. Larson, would that satisfy your interests? 17 MS. LARSON: Yes, I think it would. 18 19 JUDGE WALLIS: I will make a note in the 20 prehearing order of this discussion, and if the parties 21 were to notify me that a discovery order is required 22 and state the reason for that, and if you are unable to 23 resolve matters without one, one will be entered. 24 MS. LARSON: That sounds fine, Your Honor. MR. ZIOBRO: Your Honor, as far as the City 25

is concerned, I think our discovery would be focused 1 on -- Ms. Larson and I had a conversation about this 2 3 yesterday -- nonattorney client discussions about 4 alternative options for relocating the spur that may 5 have been discussed by UP, and we are going to explore any analysis they've performed, and I think our б 7 discussions with UP will come out naturally in the course of any hearing that we have. 8 9 JUDGE WALLIS: Very well. Ms. Larson, would 10 it be true that no order would be necessary in order 11 for you to provide that information? 12 MS. LARSON: Well, we already are providing 13 certain information. Actually, I believe that the 14 issue of alternate locations is outside the scope of 15 this proceeding. I believe that the only issue that 16 can be decided in this proceeding is whether a crossing 17 can be ordered for this location, whether a crossing can safely be sited at that location, and it would be 18 19 beyond the scope of the proceeding as to whether 20 interchange operations could take place in other 21 locations in the state. 22 So having said that, we still have been and 23 would continue to discuss alternatives with the City of

Kennewick and City of Richland, and I don't expect that

25 I would need any order to do that.

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JUDGE WALLIS: Very well. I have indicated the circumstances under which an order invoking the discovery rule could be provided, so we will leave that at that.

5 Are there any other procedural issues or 6 concerns that the parties have that you would like to 7 raise at this time? Let the record show there is no 8 response. Have the parties consulted about a tentative 9 schedule?

10 MS. LARSON: John Ziobro and I tentatively 11 discussed a schedule yesterday afternoon. We were 12 looking at, perhaps, 60 days to identify the issues 13 that we will be facing and determine whether any of 14 those can be simplified, and going out on a parallel 15 front, we were looking at a period for discovery.

16 Frankly, from my standpoint, I would need to look at the traffic study that is provided by the City 17 and review that with our engineering people to see 18 whether we would need to get an engineering study of 19 20 our own, a traffic study of our own for that crossing, 21 so I would like to have sufficient time to be able to 22 both review what the City has provided and, in turn, so 23 we can share such information with the City that we 24 have enough time to hire an engineering firm to do a traffic study if that's needed. 25

JUDGE WALLIS: Where does that put us on the 1 calendar; into January? 2 MS. LARSON: I would think near the end of 3 4 January, yes. 5 MR. ZIOBRO: That's appropriate from the City's perspective. 6 7 JUDGE WALLIS: If this matter does go to hearing, do the parties have an estimate of the time 8 9 that would be required to try it? MR. ZIOBRO: Your Honor, we have described 10 11 providing a certain amount of the testimony in written 12 form in advance to help streamline or shorten the 13 actual hearing time. It would also reduce the number 14 of witnesses that would need to travel. I'm thinking 15 we can do it in a day or less, but Ms. Larson and I 16 have not discussed how long it would take, so I would 17 be interested in hearing her thoughts on that. MS. LARSON: It would seem to me, certainly 18 the witnesses for the railroad would take less than 19 20 half a day. I guess I'm just not so sure how long it 21 would take for the City to put on its testimony, but if 22 you also think it would take less than half a day, I 23 would certainly agree with your estimate. 24 MR. ZIOBRO: I think we are pretty close. I think we could block it two days and certainly not be 25

at risk of going over that. 1 2 MS. LARSON: I agree with that. JUDGE WALLIS: Does Staff have an estimate of 3 4 the time that would be required for its presentation, 5 if any? б MR. NIZAM: Based on prior experience, less 7 than one day for the total hearing. JUDGE WALLIS: In terms of prefiled 8 9 testimony, have you discussed a time frame and an order 10 of presentation relating to that? 11 MS. LARSON: No, we haven't. Although, 12 perhaps if we were going to go in the natural order, it 13 would seem appropriate for the City to file it first 14 and then for the Railroad to and the WUTC staff, if 15 they are also participating, giving testimony too to 16 file later. 17 JUDGE WALLIS: Let's go off the record for just a moment so we can discuss issues relating to 18 19 schedule. (Discussion off the record.) 20 21 JUDGE WALLIS: During a discussion held off 22 the record, we discussed the timing of schedule in this 23 docket, and allowing the parties approximately 60 days 24 to identify issues and pursue discovery, that gets us to the end of January. The parties have indicated a 25

desire to file written testimony in advance of the 1 hearing on the following approximate schedule: 2 3 The City testimony would be filed in late 4 February. The Commission staff testimony would be 5 filed approximately two weeks after that. The Railroad testimony would be filed approximately two weeks after 6 7 that. Then there will be an opportunity for the City to file rebuttal approximately two to three weeks after 8 9 that, and then we will consult the Commission rules 10 relating to the filing of dispositive motions to assure 11 that parties have an opportunity to make a filing or 12 else will establish a deadline that would meet the 13 parties' needs, and from that, we will determine the schedule of the hearing. 14 15 By my rough estimate, it looks like it will 16 be sometime during late April or May. Does that work 17 for the parties? MS. LARSON: Yes, it does. 18 19 MR. ZIOBRO: It works for the City also. 20 JUDGE WALLIS: Is there anything else that 21 the parties would like to discuss? 22 MR. ZIOBRO: Nothing further from the City. MS. LARSON: Nothing from me either, thank 23 24 you. MS. JOHNSTON: Your Honor, I would like to 25

1	add an additional assistant attorney general to make an
2	appearance in this docket, and that would be Jonathan
3	Thompson. His name appears on the Notice of Prehearing
4	Conference. Thank you.
5	JUDGE WALLIS: We will note that appearance.
6	Thank you all very much.
7	(Prehearing conference concluded at 1:50 p.m.)
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