### Docket No. UT-132234 - Vol. III

# Washington Utilities and Transportation Commission v. CenturyTel of Inter Island, Inc. d/b/a CenturyLink

**April 3, 2019** 



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## BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,	) ) Docket No. UT-132234
Complainant,	) ) )
vs.	) )
CENTURYTEL OF INTER ISLAND,	)
INC., D/B/A CENTURYLINK,	)
Respondent.	)

### HEARING, VOLUME III

Pages 67-98

#### ADMINISTRATIVE LAW JUDGE GREGORY J. KOPTA

April 3, 2019

9:30 a.m.

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

REPORTED BY: TAYLER GARLINGHOUSE, CCR 3358

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Page 70 1 OLYMPIA, WASHINGTON; APRIL 3, 2019 2 9:30 A.M. 3 --000--4 PROCEEDINGS 5 6 JUDGE KOPTA: Then let's be on the record in 7 Docket UT-132234, captioned Washington Utilities and 8 Transportation Commission versus CenturyTel of Inter 9 Island, Inc, d/b/a CenturyLink, Docket UT-140597, which 10 is captioned Washington Utilities and Transportation 11 Commission versus Qwest Corporation, d/b/a CenturyLink 12 QC, and Docket UT-170042, captioned In the Matter of the Notice of Transaction and Application of CenturyLink for 13 14 an -- well, for a whole bunch of stuff involving level 15 3. 16 MS. BROWN: That works. 17 JUDGE KOPTA: I'm Gregory J. Kopta, the administrative law judge who is presiding, and we are 18 19 here to discuss competing motions having to do with access to confidential information provided in those 20 dockets, or at least two out of three of those dockets. 21 22 Let's start by taking appearances beginning 23 with the Company. 24 MS. ANDERL: Good morning, Your Honor. 25 Anderl, in-house attorney representing CenturyLink. And

- 1 I've provided my full contact information on my business
- 2 card to the court reporter.
- JUDGE KOPTA: All right. Thank you.
- 4 And for Staff?
- 5 MS. BROWN: Sally Brown, Senior Assistant
- 6 Attorney General, appearing on behalf of Commission
- 7 Staff.
- 8 MR. FUKANO: Harry Fukano, Assistant
- 9 Attorney General, appearing on behalf of Commission
- 10 Staff.
- JUDGE KOPTA: And anyone on the bridge line
- 12 wishing to make an appearance?
- MS. GAFKEN: Yes, this is Lisa Gafken,
- 14 Assistant Attorney General, appearing on behalf of
- 15 Public Counsel.
- 16 JUDGE KOPTA: Anyone else? Hearing nothing,
- 17 we will proceed.
- 18 All right. First I wanted to clarify, as I
- 19 understand it, we are now only talking about Dockets
- 20 UT-140597 and UT-170042; is that correct? I'm seeing
- 21 head nods.
- Is that your understanding, Ms. Anderl?
- MS. ANDERL: I've been advised by Staff that
- 24 they are no longer seeking information in the 1-3
- 25 docket.

- 1 JUDGE KOPTA: Okay. Then at least we've
- 2 narrowed the scope a little bit.
- Also, I have read the pleadings and it
- 4 appears that there is not a dispute as to what
- 5 CenturyLink has provided in its motion, which is that
- 6 what Staff is requesting is outside the bounds of the
- 7 protective orders that were issued in those two dockets;
- 8 is that correct? Is Staff contesting whether that is an
- 9 issue?
- 10 MR. FUKANO: No, we would I think both agree
- 11 as to that point.
- 12 JUDGE KOPTA: All right. So then really
- 13 what it boils down to it seems to me is Staff wants its
- 14 expert witness to be able to review certain confidential
- 15 information that was provided in those dockets and has
- 16 proposed a couple of ways of doing that. And also,
- 17 yesterday, I have received and have all the parties
- 18 received a list from Staff of the documents that it
- 19 seeks at this point for its experts to review in
- 20 conjunction with the investigation that Staff is
- 21 undertaking of a recent 911 outage involving the
- 22 company; is that correct, Mr. Fukano?
- MR. FUKANO: That is correct.
- JUDGE KOPTA: Um...
- 25 MS. ANDERL: Your Honor, if I can just

- 1 clarify. It's not established on the record that
- 2 CenturyLink provision of 911 was impaired or
- 3 interrupted.
- 4 JUDGE KOPTA: I was not intending to say one
- 5 way or the other. I was simply referencing that that's
- 6 the subject matter of the investigation.
- 7 MS. ANDERL: I just want to be really
- 8 careful.
- 9 JUDGE KOPTA: Understood, and I accept and
- 10 appreciate that clarification. Ms. Anderl, do you --
- 11 have you had a chance to consult with your client about
- 12 the list of documents that Staff wants to have its
- 13 expert be able to review?
- MS. ANDERL: Not -- not really. We -- we
- 15 got it at 3:30 yesterday afternoon, and I had no time to
- 16 reach out to anybody. Most people are in time zones to
- 17 the East. But I'm very familiar with all of the
- 18 documents and very familiar with and -- and -- and
- 19 comfortable with the position that the Company would
- 20 take on those documents.
- 21 JUDGE KOPTA: All right. And as I
- 22 understand it from Staff's pleading, there is a
- 23 nondisclosure agreement in place between the Company and
- 24 Staff; is that true?
- MS. ANDERL: No, there is a nondisclosure

- 1 agreement in place between the Staff and its expert.
- JUDGE KOPTA: I see. So there is nothing
- 3 between the Company and Staff?
- 4 MS. ANDERL: Not other than the protective
- 5 orders in these closed dockets, that's right. No,
- 6 there's no protective order in the hidden docket,
- 7 181051.
- 8 JUDGE KOPTA: Have there been any
- 9 discussions between the Company and Staff about entering
- 10 into such an agreement?
- 11 MS. ANDERL: I offered -- before filing my
- 12 motion to enforce the protective agreement, I offered to
- work through documents on a document-by-document basis,
- 14 but until I got this yesterday, I had not received a
- 15 response to that offer.
- JUDGE KOPTA: Okay. And from Staff's
- 17 perspective -- well, I'm not going to ask that you
- 18 negotiate with the Company as we're sitting here this
- 19 morning. That doesn't make sense.
- 20 MS. ANDERL: Well, Your Honor, I'm -- I'm
- 21 kind of happy to cut to the chase on some of this if you
- 22 would like?
- 23 JUDGE KOPTA: I -- I would like, because
- 24 I'm -- I'm not really comfortable with any of the
- 25 options that are before me right now so...

- 1 MS. ANDERL: Okay. So here you go. I had
- 2 my whole long argument prepared, and I won't give it
- 3 unless you want it, but needless to say, in both of
- 4 these dockets there were countless -- well, not
- 5 countless, because we can count them, but confidential
- 6 documents filed, many of which were made a part of the
- 7 Commission's record. Many more of which were provided
- 8 in discovery and not made a part of the record, but
- 9 which would be available to the expert if the protective
- 10 order will modify per Staff's request.
- 11 And many of those, particularly in the
- 12 merger docket, have absolutely no bearing on even the
- 13 provision of telecommunication service much less the
- 14 provision of 911. There's information in there about
- our pro forma adjusted revenue, EBITDA, Capex, debt
- 16 levels, free cash flow, their access line counts,
- there's broadband penetration numbers.
- 18 That is all very sensitive business
- 19 information. It is inconceivable to me that Staff's
- 20 expert would have a need to see any of that. And, in
- 21 fact, none of that information is on the document that
- 22 Mr. Fukano just provided. So that's good.
- 23 Nevertheless, as I said, modifying the protective order
- 24 in the way that Staff requests would -- would not
- 25 protect against disclosure of that.

- I do not understand why Staff wants its
- 2 expert to see the compliance reports or the diversity
- 3 audits filed in Docket 140597. I do not understand the
- 4 relevance of any of the NORS outage reports.
- 5 I do, however, agree that the root cause
- 6 analysis, the last document on the list filed on or
- 7 about February 12th, 2019, regarding the December 27th
- 8 and 28th network event is something that if they are
- 9 conducting an investigation into that network event,
- 10 their expert should see.
- It was filed, you know, basically for
- 12 convenience in the merger docket, because there was no
- 13 place else to put it. If, you know, Docket 181051 were
- 14 a novel informal public docket, you could issue a
- 15 protective order in that, maybe you still can do that.
- 16 And we would be happy to file that root cause analysis
- in that docket thereby allowing Staff's expert access to
- 18 that.
- 19 The other two documents that are at issue
- 20 are the confidential version of the settlement agreement
- 21 in the merger docket. I'm -- I didn't have time to
- 22 review that, but in my recollection is that, the
- 23 confidential information did not have any bearing on 911
- 24 or the military department. And so I don't know why
- 25 we'd need a confidential version of the settlement

- 1 agreement with attachments to be provided to the expert.
- 2 And with regard the Washington State
- 3 Military Department, amendment M, that is confidential.
- 4 It's a provision between the Company and Military. I
- 5 think Military asked for it to be confidential. With
- 6 Military's consent, we would obviously refile it in the
- 7 181051 docket if a -- if a protective order were issued
- 8 there, and we wouldn't object to that.
- 9 So boils down to Staff is proposing 30
- 10 documents with a caveat that the list is potentiality
- 11 subject to change. We would agree to two of them.
- 12 JUDGE KOPTA: Okay. And from your
- 13 perspective, you would want a protective order to be
- 14 able to do that as opposed to a nondisclosure agreement
- 15 between you and Staff, for example?
- 16 MS. ANDERL: That's right. I think a
- 17 protective order is -- I'm not sure a nondisclosure
- 18 agreement, a public entity can even enter into that and
- 19 have it be enforceable. If somebody were to submit a
- 20 request for public records, I think a protective order
- 21 gives us more protection.
- JUDGE KOPTA: All right. Let's hear from
- 23 Staff. What's -- you've heard from what the Company
- 24 has -- has said. I'm loath to get into a back and forth
- 25 in terms of how necessary these documents are since

- 1 there are at least two that the Company has agreed are
- 2 appropriate to provide to your expert and relay the
- 3 issue. Before me at the moment is whether and under
- 4 what circumstances the Commission can do something to
- 5 allow that I guess is the easiest way to say it. But
- 6 I'll let you respond, Mr. Fukano.
- 7 MR. FUKANO: Well, I believe that the
- 8 Commission has two possible methods of doing that, as
- 9 I've detailed in my motion. And I think the -- the
- 10 protective orders in Dockets UT-170042 and UT-140597
- 11 form the basis for CenturyLink's objection in this
- 12 matter. And those both -- orders both state absent a
- 13 protective order, a significant risk exists that
- 14 confidential information might become available to
- 15 persons who have no legitimate need for that information
- 16 and that in- -- that injuries to the information
- 17 provider may result.
- 18 The language of the protective order suggest
- 19 that the limitation on access to confidential
- 20 information serves two purposes; first, that it will
- 21 prevent access to persons who have no legitimate need
- 22 for that information; and second and relatedly, to
- 23 prevent such persons from disclosing that sensitive
- 24 information thereby causing injury to the provider.
- 25 Staff would argue that Mr. Roach does have a

- 1 legitimate need to review that information filed in
- 2 docket -- in this docket and that sufficient safeguards
- 3 have been and will be put in place to preserve the
- 4 confidentiality of that information.
- 5 So it's further detailed in the pending
- 6 stage of the motion, the Commission has hired Mr. Glenn
- 7 Roach to act as a consultant for the purpose of Docket
- 8 UT-181051, and as part of this arrangement, Mr. Roach
- 9 will be responsible for preparing a report related to
- 10 the December 2019 991 service outage, assisting Staff
- 11 with discovery requests and preparing testimony in
- 12 addition to other matters. Given that Mr. Roach will
- 13 participate extensively in the investigation and
- 14 potential hearing in Docket UT-181051, Staff would
- 15 maintain that Mr. Roach does have a legitimate need to
- 16 review the information.
- 17 Secondly, Staff would contend that there are
- 18 sufficient safeguards to preserve confidentiality of
- 19 CenturyLink information for three reasons; first, as
- 20 discussed earlier, Staff has entered into a
- 21 nondisclosure agreement with Mr. Roach, the terms of
- 22 which are detailed in Appendix B, which prohibit
- 23 Mr. Roach from disclosing any of the information that
- 24 Staff provides him.
- 25 Second, Staff would anticipate and support

- 1 the Commission issuing an additional protective order in
- 2 Docket 181 as we've been discussing to provide
- 3 additional confidentiality protection on the same terms
- 4 of similar terms as those already entered into Docket
- 5 UT-17 and UT-14.
- 6 And third, Staff would like to clarify that
- 7 the independent consultant would not have any unfettered
- 8 access to rummage through the Commission SharePoint
- 9 internal system. Rather, Staff would not intend to
- 10 allow the independent consultant to go on a fishing
- 11 expedition through the materials that it would be -- he
- 12 would be able to access anything he wanted. That
- 13 material would have to come through Staff and be
- 14 provided to the independent consultant.
- 15 And while Staff would be amenable to either
- 16 alternative suggested in its motion, it would prefer to
- 17 modify the protective order, and we would prefer that
- 18 for three reasons. The first would be that it would
- 19 avoid duplicative, accumulative refiling of the same
- 20 information.
- 21 The second would be that modification of the
- 22 protective order would permit Staff to add- --- to
- 23 provide the consultant with additional confidential
- 24 information if that information was determined to be
- 25 relevant after reviewing the information that Staff has

- 1 already requested.
- 2 And third, as a general matter, Staff would
- 3 prefer to review the information that it already
- 4 possesses rather than requesting that information,
- 5 because the Company -- rather than asking the Company
- 6 for -- for a State company for documents because the
- 7 request to the Company presents the Company an
- 8 opportunity to essentially characterize or influence
- 9 Staff's review of those documents. That is, a company
- 10 is given additional opportunity to lobby Staff about the
- 11 content of those documents. And this is not, to
- 12 clarify, a reflection on CenturyLink but just a general
- investigative concern that Staff has presented.
- 14 And so in summary, it doesn't appear as
- 15 though it is an issue as to whether Mr. Roach could
- 16 access the confidential information, but it appears to
- 17 be how Mr. Roach will access that confidential
- 18 information. Staff would assert that the Commission
- 19 should modify the protective order in Docket 14 and 17
- 20 to permit Mr. Roach to review the confidential
- 21 information as Mr. Roach has a legitimate need to access
- 22 the information, and Commission safeguards will be put
- 23 in place to maintain confidentiality of CenturyLink's
- 24 information. In the alternative, we would request a
- 25 subpoena under the statutory authority as listed in my

- 1 motion.
- 2 MS. ANDERL: Your Honor, if I may respond?
- JUDGE KOPTA: In just a moment.
- I have a couple of concerns. One is, the
- 5 protective order in both of those dockets requires
- 6 confidential information to be returned to the person
- 7 who provided it except for counsel records, which are
- 8 exhibits, and the Commission will have whatever is on
- 9 file. So theoretically, and I won't ask whether this is
- in true practice, it's not possible to rummage through
- 11 files for discovery, because all of that information
- 12 should have been destroyed or returned.
- 13 The more pressing issues are, Staff is
- 14 asking me to do something the Commission has never done
- 15 before, and that is to modify a protective order to
- 16 allow someone who is not involved in the actual dockets
- 17 to review confidential information, or alternatively, to
- 18 enter a protective order in a docket that is not yet an
- 19 adjudication, which the Commission has consistently
- 20 declined to do in other circumstances, for example, in
- 21 Integrated Resource Plan dockets.
- 22 So I'm a little bit uncomfortable going that
- 23 step. I understand your arguments, Mr. Fukano, and I
- 24 understand Staff's desire for its expert to be able to
- 25 review this information. I'm just not comfortable at

- 1 this point how the Commission can best accommodate that.
- And with those reservations, Ms. Anderl,
- 3 would you like to respond to what Mr. Fukano said?
- 4 MS. ANDERL: Yes, Your Honor. I've been
- 5 trying to keep my -- level-headed about this, but, you
- 6 know, frankly, I am outraged by Staff's behavior so far.
- 7 I mean, we have I think already multiple violations of
- 8 this protec- -- these protective orders, which very
- 9 clearly in paragraph 7 state that no confidential
- 10 information distributed or obtained in this protec- --
- 11 under this protective order may be requested and
- 12 reviewed, used or disclosed by any party or counsel
- 13 except for purposes of this proceeding.
- 14 To the extent that we are already this far
- 15 along, that all of these outage reports have been
- 16 identified, I have to assume that Staff attorneys
- 17 reviewed them. These -- the two attorneys who sit
- 18 before you today, one of them I have no record of having
- 19 received an attorney Exhibit A in the docket. The
- 20 other, Ms. Brown, filed an attorney Exhibit A in January
- 21 of this year.
- 22 So it is clear that the -- but there's no,
- 23 of course, ability for us to object to the attorney
- 24 exhibits, only the expert exhibits. But the dockets
- long closed have now been already opened by Staff and

- 1 information has been analyzed for purposes not of that
- 2 docket, but for purposes of a new investigation.
- I find this to be outrageous and really
- 4 disconcerting. Staff's recommendation that you now
- 5 retroactively modify the protective order to somehow
- 6 sanction what they did is something that would be, I
- 7 think, horrible precedent. It would have an extremely
- 8 chilling effect on any company's ability or willingness
- 9 to disclose confidential information in a proceeding
- 10 with any degree of confidence that it would be properly
- 11 protected.
- 12 I think that you should deny Staff's motion
- 13 to modify the protective order, you should deny Staff's
- 14 motion for an investigative subpoena, and I'm -- as I
- 15 said, I am, in spite of being angry about this, willing
- 16 to work with Staff on those two documents that I believe
- 17 are incontrovertibly relevant to the investigation.
- 18 Fine, let's figure out how to protect them, but beyond
- 19 that, I do not believe that -- I do not believe that
- 20 Staff should be given any of the relief that it asks
- 21 for.
- JUDGE KOPTA: All right.
- MR. FUKANO: I have a brief response.
- JUDGE KOPTA: Yes, you may.
- MR. FUKANO: I'd like to clarify for the

- 1 record that although I included the NORS report and
- 2 other information to the request for Staff, I viewed
- 3 those through the SharePoint internal system and did not
- 4 view the content of those documents. And so I do not
- 5 know necessarily what those documents contain because I
- 6 have not signed a required confidentiality measures, but
- 7 I had those identified by Staff as being potentially
- 8 responsive to their investigation.
- 9 And I'd like to further add that Staff does,
- 10 under RCW 80.04.070, have the right to inspect the books
- of any public service company, which would include
- 12 CenturyLink in this case. My request for a protective
- order in that matter would be to help preserve any
- 14 confidentiality and add additional protection on top of
- 15 that. But I do believe that Staff would have the right
- 16 to access that information.
- 17 JUDGE KOPTA: Well, and that's true. And
- obviously, RCW 80.04.095 specifically grants the
- 19 Commission the ability to review, to receive
- 20 confidential information, which implicitly means that
- 21 Staff can review that information. And there's always
- 22 been a bit of a debate about the necessity for Staff to
- 23 file the -- submit signature pages to the protective
- 24 orders since they already have the right to look at that
- 25 information. But that's a matter for a debate at

- 1 another day at another time.
- 2 I'm going to ask a practical question of
- 3 Staff and that's, if you don't get this information,
- 4 what happens? I mean, Staff can look at it, but the
- 5 expert can't. And so I know that much, but what --
- 6 how -- how is that going to or will it impair Staff's
- 7 investigation not to have the expert, your expert,
- 8 review this information?
- 9 MS. PAUL: Yes, as an investigator, that's
- 10 what I do and I investigate; however, I don't have the
- 11 technical expertise that we have contracted and the
- 12 assistance is necessary for us to have for me to be able
- 13 to do a thorough investigation and understand all the
- 14 issues.
- 15 JUDGE KOPTA: And --
- MS. BROWN: May I add something, Your Honor?
- JUDGE KOPTA: Yes, you may.
- 18 MS. BROWN: That is a gross understatement.
- 19 If -- if the Commission Staff's expert witness is denied
- 20 access to exhibits that were filed in previous dockets
- 21 that are now closed, that will have a very negative
- 22 effect on Commission Staff's investigation of the
- 23 CenturyLink 911 outage.
- 24 JUDGE KOPTA: If you were conducting this
- 25 investigation in the absence of these other dockets, are

- 1 these the sorts of documents that you would be asking
- 2 for as part of your investigation?
- 3 MS. PAUL: Yes.
- 4 JUDGE KOPTA: When you investigated the
- 5 previous incident involving 911, were these documents
- 6 that you -- same type of documents that you requested
- 7 from the Company?
- 8 MS. PAUL: I believe so, yes, but that was
- 9 from regulatory services. But yes, we did request those
- 10 documents.
- 11 MS. ANDERL: Your Honor, I -- I would
- 12 absolutely object. These NORS reports only started
- 13 being filed in the 170 docket. They were never provided
- 14 to Commission Staff on -- to my recollection in the 2014
- 15 911 outage. The circuit diversity audit and the FCC
- 16 compliance reports that were filed in the 911 docket
- 17 were filed after that docket was closed as part of the
- 18 settlement agreement. So these documents I do not
- 19 believe are similar to what was requested in prior
- 20 investigations.
- 21 MS. BROWN: That's -- that's -- Your Honor,
- 22 that's wholly irrelevant. These are called outage
- 23 reports. Central to this whole investigation in the
- 24 CenturyLink 911 outage. I know Ms. Anderl went on at
- 25 length about that these documents are in her -- in her

- 1 view are irrelevant to Staff's investigation and perhaps
- 2 not -- would not be likely to lead to the discovery of
- 3 admissible evidence. That's not what we're here to
- 4 discuss this morning.
- 5 The issue is whether or not Commission
- 6 Staff's expert, hired expert, is able to have access --
- 7 well, no, let me rephrase that.
- 8 The question is not whether or not this
- 9 particular -- Mr. Glenn Roach, the Commission Staff's
- 10 expert, will have access to these records. That's a
- 11 given. That will happen. The question is -- is how,
- 12 the means by which that will occur.
- JUDGE KOPTA: And when.
- MS. BROWN: Well, and when, sure. So I
- 15 mean, if we wait until this is no longer a hidden
- 16 docket, Commission Staff can propound data requests on
- 17 CenturyLink for every single one of these dockets -- on
- 18 every single one of these documents, not just two that
- 19 the Company is going to deign to -- to allow that
- 20 Commission Staff may share with its expert.
- 21 So it may -- it will elongate the
- 22 proceeding, but I personally have no heartburn about
- 23 that, because the Federal Government is also
- 24 investigating this outage. So it's a que- -- it's a
- 25 question of -- of when, but not -- not if. And if the

- 1 Commission chooses to hamper Commission Staff's
- 2 investigation that -- talk about horrible precedent and
- 3 having a chilling effect. That would be the ultimate
- 4 outcome.
- 5 And it seems to me that there are -- there
- 6 are methods, the protective orders by their own terms
- 7 include a provision for modification of the existing
- 8 protective orders. And let's not overlook the
- 9 administrative law permits investigative subpoenas. So
- 10 that's -- that's another path to victory here. I -- I
- 11 can see this is somewhat problematic because we haven't
- 12 had a prehearing conference in UT-181051, but we're not
- 13 there yet.
- JUDGE KOPTA: I know, and -- and that's what
- 15 I'm wrestling with is, I -- I take your point, that it
- 16 is a practical issue of when, not if, and yet at the
- 17 same time, doing what Staff has requested would be
- 18 something different than the Commission has done before,
- 19 and I have to keep in mind how that will play out in the
- 20 future if -- if we do what you've asked.
- 21 Let's go off the record for a moment.
- 22 (A break was taken from
- 9:58 a.m. to 10:57 a.m.)
- 24 JUDGE KOPTA: Let's be back on the record.
- 25 After some discussion off the record and some

- 1 consultation that I made with the Commissioners,
- 2 ultimately, we've decided to take this matter under
- 3 advisement, and we will issue an order resolving the
- 4 issues that have been presented in Staff's request.
- But just so I understand, counsel for Staff
- 6 or Ms. Paul, have there been other circumstances in
- 7 which Staff has used an expert in an investigation
- 8 before it's become an adjudication; do you know?
- 9 MS. BROWN: This is Sally with A -- Sally
- 10 Brown with the AG's office. I have been trying to think
- 11 of other examples and not coming up with any. No,
- 12 it's -- it's typically, for example, in rate cases, we
- 13 hire a cost of money expert, but that expert gets
- 14 underway with his or her investigation once the
- 15 prehearing conference has been held and the protective
- 16 order has been entered. But it would be an --
- 17 unfortunate, I think, if the ultimate outcome is that
- 18 the Commission cannot hire experts in investigations no
- 19 matter how complex they are if the Commission lacks the
- 20 necessary or requisite expertise on its own Staff.
- 21 So that's a -- you know, you may ultimately
- 22 see a series of motions to amend complaints. For
- 23 example, we might wind up with a fifth amended
- 24 complaint. So it's -- it's awkward and unwieldy, and I
- 25 appreciate your consideration of and taking it

- 1 seriously.
- 2 JUDGE KOPTA: Would you consider an expert
- 3 witness that Staff has retained to be the equivalent or
- 4 actually Staff for that limited purpose?
- 5 MS. BROWN: Well, I considered that earlier
- 6 today, in fact, thinking that perhaps we could argue
- 7 that the consultant is an extension of Commission Staff.
- 8 However, the agreements that we've entered into with --
- 9 and typically when we enter into agreements with
- 10 consultants and expert witnesses as we have with
- 11 Mr. Roach, there's an express provision that states that
- 12 he or -- he or her, they're not extensions of Commission
- 13 Staff in the sense that they're employees or substitutes
- 14 for or stand in shoes of. So I have not been able to
- 15 resolve that in my mind, but I also went there.
- 16 JUDGE KOPTA: Yeah, okay. Well, I mean,
- 17 obviously this statute says the Commission and Public
- 18 Counsel and to the extent that an expert can be
- 19 considered as just another member of Staff of the
- 20 Commission for that limited purpose. That was the
- 21 question that came up in terms of our discussions.
- MS. BROWN: Right, and -- and I appreciate
- 23 the -- the interesting issues that are raised and the
- 24 issues of first impression, but I also have very present
- 25 to mind that I would like the Commission to have present

- 1 to mind the fact that CenturyLink -- that CenturyLink
- 2 been a regulated company in this jurisdiction by this
- 3 Commission for decades. CenturyLink knows what it's
- 4 like to provide discovery responses and response to data
- 5 requests. CenturyLink's no need to fight
- 6 unsophisticated to these proceedings before the
- 7 Commission.
- 8 And so I will use the word "unfortunate,"
- 9 but it's very disappointing that -- that we're even
- 10 here. I mean, I'm shocked we're even here, but we are
- 11 where we are and that's going to be the tone of this
- 12 litigation going forward. Thank you.
- JUDGE KOPTA: Okay. Does CenturyLink have a
- 14 view in terms of whether an expert witness that Staff
- 15 has retained would be considered Staff for purposes of
- 16 the statute?
- 17 MS. ANDERL: Yes, we do, and I don't think
- 18 they would be. I think the contracts indicate they're
- 19 independent contractors, and I -- I don't see how the
- 20 mantle of Staff could kind of encompass that. I mean, I
- 21 kind of, you know -- well, I'll leave it at that.
- JUDGE KOPTA: And is it your view -- your
- 23 position also that Commission Staff, even though these
- 24 documents are part of the Commission's records, anyone
- 25 who is not involved in that particular case and signed

- 1 the protective order would not be able to look at those
- 2 confidential documents?
- MS. ANDERL: Well, you know, the -- the
- 4 protective order's pretty clear that the information is
- 5 only to be used for purposes of that proceeding. I
- 6 suppose it's a little bit gray and I -- I mean, I don't
- 7 want to weaken my -- my position by admitting to a gray
- 8 area, but, you know, if there's a new employee,
- 9 obviously they have to have some way to get
- 10 institutional knowledge, right? And that's knowing the
- 11 history of some of the dockets in the case. Do they
- 12 need to see the confidential information? I don't know.
- 13 Does the Staff educating themself on confidential
- information in a closed docket technically violate the
- 15 protective order? I think it does.
- JUDGE KOPTA: Well, and this is not an issue
- 17 that we've had to grapple with until now that I'm aware
- 18 of.
- 19 MS. ANDERL: Right, and so, you know, I'm --
- 20 I'm disappointed that -- that Staff is, you know, so
- 21 annoyed at me, because everybody agrees that this is a
- 22 case of first impression. So it's not like -- not like
- 23 we're just kind of throwing up barriers willy-nilly,
- 24 this is a -- really an area that's, you know,
- 25 unexplored. And like I said, I was really surprised to

- 1 see that the expert Exhibit Bs come in, and so it's kind
- 2 of what prompted the whole thing.
- JUDGE KOPTA: Well, we -- we have had
- 4 situations in which interested parties have requested
- 5 access to confidential information, IRPs being the one
- 6 that immediately come to mind. And in those
- 7 circumstances, the Company generally works out an NDA
- 8 with those individuals.
- 9 And I understand that CenturyLink doesn't
- 10 want to do that in this instance and that is your right.
- 11 And at least at this point, it's not something that we
- 12 would compel the Company to do if -- assuming we would
- 13 have the ability or the legal authority to do that.
- MS. ANDERL: Well, and nobody asked us to do
- 15 that.
- JUDGE KOPTA: Well, what I was going to say
- 17 is, you referenced earlier that you would be willing to
- 18 work with Staff on the three documents that you agree
- 19 are germane to the investigation, and I would encourage
- 20 you to continue to do that pending what the Commission
- 21 decides. And I would hope that there would be some
- 22 level of cooperation between Staff and the Company. I'm
- 23 not going to cast dispersions on either side, but I
- 24 would hope that there would be some way to work out at
- 25 least some of these things so that we can move forward

- 1 and be as efficient and effective as we can be.
- MS. ANDERL: Well, we are certainly willing
- 3 to do that, but I was seeing head shakes on the other
- 4 side of the counsel table in terms of whether we can
- 5 work together so --
- 6 JUDGE KOPTA: Well, I'm -- I'm simply --
- 7 MS. BROWN: This is absolutely ridiculous,
- 8 Your Honor. I'm very sorry we're even in the room here
- 9 today, but since we are, in terms of cooperation, since
- 10 CenturyLink has already indicated willingness to provide
- 11 the three documents, I would urge the Company to do that
- 12 as soon as possible. And we'll pass that along to the
- 13 Commission's selected expert witness.
- JUDGE KOPTA: Well, and if that actually
- does happen, then I would ask that you let us know that
- 16 that has happened, that there has been that cooperation
- 17 and that at least some of the documents are no longer at
- 18 issue.
- 19 MS. ANDERL: Well, and, Your Honor, if I
- 20 might suggest, because, you know, I just have no
- 21 interest in getting into a protracting war on this,
- 22 entertaining as that might be, if the Commission unhides
- 23 the docket, we would be willing to file those three
- 24 documents as confidential under the rule in that docket.
- JUDGE KOPTA: Well, still the -- there still

- 1 is the issue of the fact that they're confidential, and
- 2 the expert would not have access to them unless there is
- 3 some agreement between the Company and that expert or
- 4 the Company and Staff on behalf of that expert to be
- 5 able to review that information and retain its
- 6 confidentiality. So that's where the cooperation I
- 7 think really the rubber meets the road.
- 8 MS. ANDERL: Sure, and I think the Company
- 9 would be willing to entertain that -- the notion of
- 10 receiving a letter from Staff signed by Staff and the
- 11 expert stating that they would agree to handle the
- 12 information in a manner as if it were protected by a
- 13 protective order, something like that. I think that's
- 14 something we did actually work out with Ms. Gafken as
- 15 she alluded to years ago where Public Counsel just said
- 16 we'll treat this as if it were under a protective order.
- 17 That's our -- that's our pledge.
- 18 JUDGE KOPTA: Well, whatever you all can
- 19 work out, the Commission would be appreciative of on --
- 20 on several levels so I just --
- MS. ANDERL: Well, like I said, the only way
- 22 I think we can do that, though, is to unhide the docket,
- 23 because right now we can't file anything in that docket.
- JUDGE KOPTA: Well, I will leave that to you
- 25 to work out with Staff. And in the meantime, as I say,

Page 97 we will take -- at least I see your motion to enforce 1 2 the protective order as moot at this point because 3 there's no disagreement that what Staff is asking for 4 was not consistent with the protective orders. So really the motion before me right now is to amend the 5 protective order, or in the alternative, to issue a 6 protective order in the new docket. And that is the determination that I'm taking under advisement. 8 9 All right. Is there anything more that we need to talk about today? Hearing nothing, we are 10 11 adjourned. 12 (Adjourned at 11:09 a.m.) 13 14 15 16 17 18 19 20 21 22 23 24 25

Page 98 CERTIFICATE STATE OF WASHINGTON COUNTY OF THURSTON I, Tayler Garlinghouse, a Certified Shorthand Reporter in and for the State of Washington, do hereby certify that the foregoing transcript is true and accurate to the best of my knowledge, skill and ability. Tayler Garlinghouse Tayler Garlinghouse, CCR 3358