# WUTC v. Puget Sound Energy / In the Matter of the Petition of Puget Sound Energy

## Docket Nos. UE-220066, UG-22067 and UG-210918 (Consolidated) - Vol V

September 29, 2023



206.287.9066 | 800.846.6989 1325 Fourth Avenue, Suite 1840, Seattle, Washington 98101 www.buellrealtime.com email: audio@buellrealtime.com



### BEFORE THE WASHINGTON

#### UTILITIES AND TRANSPORTATION COMMISSION

)	
)	
)	
)	DOCKETS UE-220066,
)	UG-22067, and
)	UG-210918
)	(Consolidated)
)	
)	
)	
)	
	) ) ) ) ) ) ) )

### PREHEARING CONFERENCE SEPTEMBER 26, 2023 - VOL. V PAGES 260-273

#### ADMINISTRATIVE LAW JUDGE MICHAEL HOWARD

(All participants appeared via videoconference)

TRANSCRIBED BY: ELIZABETH PATTERSON HARVEY, RPR, CCR 2731

Page 261 APPEARANCES: 1 2 ADMINISTRATIVE LAW JUDGE: 3 MICHAEL HOWARD 4 FOR COMMISSION STAFF 5 Jeff Roberson jeff.roberson@utc.wa.gov 6 Attorney General of Washington 7 PO Box 40128 Olympia, Washington 98504 360,664,1186 8 9 FOR PUGET SOUND ENERGY: 10 Donna Barnett 11 dbarnett@perkinscoie.com Perkins Coie LLP 10885 Northeast Fourth Street 12 Suite 700 Bellevue, Washington 98004 13 425.635.1400 14 15 FOR PUBLIC COUNSEL: 16 Lisa W. Gafken lisa.gafken@atg.wa.gov Attorney General of Washington 17 Public Counsel Unit 800 Fifth Avenue, Suite 2000 18 Seattle, Washington 98104 206,464,6595 19 20 FOR THE ALLIANCE OF WESTERN ENERGY CONSUMERS: 21 Sommer Moser sjm@dvclaw.com 22 Davison Van Cleve 1750 Southwest Harbor Way 23 Suite 450 Portland, Oregon 97201 24 971.710.1154 25

Page 262 A P P E A R A N C E S: 1 2 FOR THE ENERGY PROJECT: 3 Yochanan Zakai 4 Yzakai@smwlaw.com Shute Mihaly & Weinberger 5 396 Hayes Street San Francisco, California 94102 415.552.7272 6 7 FOR FEDERAL EXECUTIVE AGENCIES: 8 Rita Liotta rita.m.liotta.civ@us.navy.mil 9 Attorney at Law 1 Avenue of the Palms 10 Suite 161, Room 8F 11 San Francisco, California 94130 415.743.4718 12 13 FOR THE JOINT ENVIRONMENTAL ADVOCATES: 14 Jan Hasselman jhasselman@earthjustice.org 15 Earthjustice 810 Third Avenue 16 Suite 610 Seattle, Washington 98104 17 206.343.7340 18 19 20 21 22 23 24 25

Lacey, Washington | September 29, 2023 1 2 1:30 p.m. 3 -000-4 5 JUDGE HOWARD: We are recording the Zoom 6 call. If you are sitting on the call, you're presumed to 7 consent to that recording. I'm just giving the court reporter another 8 9 minute to show up. But if not, then we will just rely on 10 the recording for the present time. All right. Well, in the interest of time, 11 12 let's begin. And we have a recording going. And we can have this transcribed later. So I would normally say 13 let's be on the record, but we're being recorded right 14 15 now. 16 Good afternoon. We're here today for a prehearing conference in Dockets UE-220066, UG-220067, 17 18 and UG-210918. This case is captioned Washington 19 Utilities and Transportation Commission versus Puget 20 Sound Energy. And we are here today following PSE's 21 22 petition to amend the final order and the Commission's subsequent notice (inaudible) to amend the final order. 23 24 And if you are listening in, you may want 25 to mute your line.

Page 264 My name is Michael Howard. 1 I'm an 2 administrative law judge with the Commission, and I am 3 co-presiding in this matter along the commissioners. The 4 commissioners will not be joining us today, though. 5 Let's start by taking appearances, beginning with the company. 6 MS. BARNETT: Good afternoon, and thank 7 8 you. Donna Barnett with Perkins Coie on behalf of Puget 9 Sound Energy. 10 JUDGE HOWARD: Thank you. Could we hear from staff? 11 12 MR. ROBERSON: Good afternoon. On behalf of staff, Jeff Roberson from the AGO. 13 14 JUDGE HOWARD: Thank you. 15 And public counsel? 16 MS. GAFKEN: Good afternoon. This is Lisa 17 Gafken, appearing on behalf of public counsel. Μv co-counsel, Ann Paisner, is also on the line. 18 19 JUDGE HOWARD: And could we hear from 20 Alliance of Western Energy Consumers, or AWEC? 21 MS. MOSER: Thank you, your Honor. Sommer Moser on behalf of AWEC. Thank you. 22 23 JUDGE HOWARD: Thank you. Could we hear from The Energy Project? 24 25 MR. ZAKAI: Good afternoon. Yochanan

Page 265 I go by Yoki, and use he/him pronouns, on behalf 1 Zakai. 2 of The Energy Project. 3 JUDGE HOWARD: Thank you. Federal Executive Agencies? Ms. Liotta, 4 5 if you are talking, I believe you are muted. I think I saw you on the call. 6 7 MS. LIOTTA: I'm sorry, your Honor. Ι 8 thought I had taken the mute button off. This is Rita Liotta with the Federal Executive Agencies. 9 10 JUDGE HOWARD: Thank you. And no problem. Could we hear from Nucor Steel? A11 11 12 right. I'm not hearing an appearance from Nucor Steel. Moving on, could we hear from 13 Walmart? All right. I'm not hearing from Walmart. 14 I'm not seeing their counsel on the line from what I'm seeing 15 16 here in the participants list. That's fine. 17 Could we hear from the joint environmental 18 advocates, which is Sierra Club, NWEC, and Front and 19 Centered? 20 MR. HASSELMAN: Yes, Jan Hasselman for the 21 joint environmental advocates. 22 JUDGE HOWARD: Thank you. Do we have an 23 appearance for King County? 24 All right. Hearing none, do we have an 25 appearance for Coalition of Eastside Neighborhoods for

1 Sensible Energy, or SENSE? 2 All right. Hearing none, do we have an 3 appearance for Puyallup Tribe? 4 All right. Hearing none, are there any 5 other organizations on the call that wish to give a verbal notice of appearance here? 6 7 All right. I'm not hearing any. 8 So as I noted, we are here today following the petition to amend the final order. And we're here to 9 10 provide further process for the parties pursuant to WAC 480-07-875 and Section 870, paragraph 4, of the same WAC 11 12 chapter. As we indicated in our notice, the 13 Commission will provide an expedited procedural schedule. 14 That includes a settlement conference and a hearing in 15 16 the event the parties are not able to solve this issue through settlement. 17 18 By default, my normal plan would be to 19 include formal discovery, opportunities for written 20 testimony, a settlement conference, and an evidentiary 21 hearing. A public comment hearing may be warranted in 22 that, and that may be a valid point for the parties to

24 But even with an expedited schedule and 25 shorter timelines, this would likely place the hearing in

23

discuss.

BUELL REALTIME REPORTING, LLC

Page 266

December or possibly even January of the following year.
If we're looking at December, Monday, December 18, may be
the best day of that month for the commissioners.
Thursday, December 14, may also work for the
Commissioners.

Another option I'd like to float for the 6 7 parties would be to allow a period of discovery, a 8 settlement conference; and then to omit any prefiled testimony, to skip any prefiled testimony and have a 9 single hearing day or a day and a half of hearings, and 10 provide live testimony; and treat this more like a brief 11 12 adjudicatory proceeding or something like an arbitration. Monday, November 20, may work for a hearing in that case. 13 And that would potentially allow for an earlier 14 disposition. 15

16 So with that, I'd like to hear from the 17 parties about the procedural schedule. Have the parties 18 already conferred, or do the parties need an opportunity 19 to confer? Ms. Barnett?

20 MS. BARNETT: The parties have not 21 conferred. We haven't presented anything. We've talked 22 internally, and we have wide availability. And we do, 23 you know, prefer a faster track. So holding a hearing on 24 as if it were a brief adjudicated proceeding, I think 25 would be the company's preference. But we haven't issued

anything or circulated any schedule. 1 2 JUDGE HOWARD All right. Thank you. 3 In that case, I would plan to follow our normal process, where the ALJ leaves the call and allows 4 5 the parties to discuss the schedule. Are there any questions or things we should discuss before I exit the 6 call to allow that discussion? 7 8 MS. BARNETT: I just have a personal 9 question. I haven't talked about this with my client, but I am wondering about the parties who are interested, 10 11 if we -- are all parties going to be invited to 12 participate in a settlement hearing if they are neither 13 on the call today nor filed any position regarding the petition? 14 15 JUDGE HOWARD: I see Sommer Moser has 16 raised her hand. Please go ahead. 17 MS. MOSER: Thank you. I just wanted to 18 briefly state AWEC did not file a petition, but we are 19 interested in participating in this process. So I just wanted to clarify that. Thanks. 20 21 JUDGE HOWARD: My normal interpretation is 22 that although we would be entering a new prehearing 23 conference order following our meeting today, that the findings about who is allowed to intervene in this 24 25 proceeding that we found in the earlier order would still

be controlling. And I went back and checked, and we 1 2 don't necessarily have any intervenors that jump out as 3 failing to participate so far that would justify 4 dismissing them. This could be an issue though, to 5 consider. 6 Are there any other questions? 7 All right. Hearing none, Mr. Roberson, 8 would you mind sending me an e-mail or Teams message when the parties conclude? 9 All right. All right. Great. 10 In that case, I will exit the call and wait for staff's message 11 12 to rejoin. And I'll tell our records center to stop recording the call while the parties are having their 13 discussion. 14 15 MR. ROBERSON: Thank you. 16 (Pause in proceedings.) 17 JUDGE HOWARD: Prior to rejoining the 18 call, staff counsel e-mailed letting me know that you 19 were ready to rejoin. 20 Did the parties come to an agreement about the schedule? 21 22 MR. ROBERTSON: We did, Judge Howard. 23 JUDGE HOWARD: All right. What is the 24 proposed schedule right now? 25 MR. ROBERSON: So the first date is

Page 270 effectively tomorrow, which is PSE will make best efforts 1 2 to answer all discovery on a three-day turnaround. The next date is the settlement 3 conference, which will be October 20. 4 5 JUDGE HOWARD: Okay 6 MR. ROBERSON: Depending on how that goes, 7 the parties will either file testimony supporting the settlement on November 17 or PSE will file its direct 8 testimony supporting its petition on the 17th of 9 November. 10 11 JUDGE HOWARD: Okay. 12 MR. ROBERSON: Response testimony would be 13 due December 8, or opposition testimony to the settlement, whichever. 14 15 JUDGE HOWARD: Okay. 16 MR. ROBERSON: Cross answering rebuttal 17 testimony would be due December 22. 18 JUDGE HOWARD: Okay. 19 MR. ROBERSON: And then the hearing would 20 be on January 18. And in order to expedite resolution of 21 this matter, the parties would provide oral summations at 22 that hearing rather than briefing. 23 JUDGE HOWARD: All right. Great. Thank 24 you. 25 So the three-day best efforts turnaround

on discovery is from tomorrow forward? 1 2 MR. ROBERSON: Yes. 3 JUDGE HOWARD: All right. All right. Ι believe this schedule will work for the commissioners. 4 Ι 5 will confirm that. It does appear to work for their calendars. 6 7 You know, in more complex proceedings 8 where it involves more intensive review from policy advisors, I would be very hesitant to agree to cross 9 answering rebuttal testimony being due on December 22, 10 shortly before winter holidays. But I think for this 11 12 docket, it's a fairly narrow issue. So I think that is workable. And that won't involve policy advisors working 13 over their holidays. 14 MR. ROBERSON: I will say there was a lot 15 16 of give and take and some delicate negotiation. So the less we mess with the schedule, the more likely it is 17 18 there will be buy-in by all the parties. 19 JUDGE HOWARD: All right. I should not 20 throw a wrench in it. All right. Well, thank you all, then. I appreciate 21 22 the parties coming to an agreement. Does any party wish 23 to seek participatory funding for this docket? 24 MR. ZAKAI: Yes, I believe The Energy 25 Project would like to seek participatory funding.

This is Summer on behalf of 1 MS. MOSER: 2 AWEC. I'm sorry. I haven't conferred internally on 3 that, so I'm not sure yet. JUDGE HOWARD: All right. Well, I have 4 5 not had the situation yet where we've had a second prehearing conference in a docket since we began the 6 7 participatory funding program. But I would imagine the 8 case certifications, both The Energy Project and AWEC are already case certified for this proceeding. The notice 9 of intent to seek funding would be due 14 days from 10 11 today. I'm indicating that right now. 12 And our prehearing conference order 13 following our meeting today will give a subsequent deadline for proposed budgets, but of course they both 14 can be filed at the same time. 15 16 And I believe there's already a protective order in this docket available to the parties. 17 18 Is there anything else that we should 19 address today before we adjourn? 20 All right. Hearing nothing, we'll issue an order shortly reflecting the procedural schedule for 21 22 handling this petition and other guidelines for the disposition of this case. 23 24 We are adjourned. Thank you. 25 (Hearing concluded.)

Page 273 1 CERTIFICATE 2 3 STATE OF WASHINGTON 4 ) ss 5 COUNTY OF KING 6 I, Elizabeth Patterson Harvey, a Certified 7 8 Court Reporter and Registered Professional Reporter 9 within and for the State of Washington, do hereby certify 10 that the foregoing proceedings were taken by me to the 11 best of my ability and thereafter reduced to typewriting under my direction; that I am neither counsel for, 12 13 related to, nor employed by any of the parties to the 14 action, and further that I am not a relative or employee 15 of any attorney or counsel employed by the parties 16 thereto, nor financially or otherwise interested in the 17 outcome of the action. 18 IN WITNESS WHEREOF, I have hereunto set my 19 hand this 13th day of October, 2023. 20 21 2.2 23 ELIZABETH PATTERSON HARVEY, RPR, CCR 2731