Exhibit No. <u>1912</u> (MLT-12) Docket No. TO-011472 Witness: Maurice L. Twitchell

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Washington Utilities and) DOCKET NO. TO-011472
Transportation Commission,)
Complainant,))
v.)
Olympic Pipe Line Company, Inc.,)
Respondent)
)
)

EXHIBIT OF

MAURICE L. TWITCHELL

STAFF OF WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

EXCERPT FROM THE DEPOSITION OF MR. TALLEY Tr. 1-5, 8-9

May 24, 2002

WUTG DOCKET NO. 10-0/1472

EXT 110. 1912

ADMINISTRACTOR REJECT ■ 100-0/1985

1	BEFORE THE WASHINGTON		
1	UTILITIES AND TRANSPORTATION COMMISSION		
2	OTTHITIES AND TARRET		
3	WASHINGTON UTILITIES AND) Docket No. TO-011472		
5	TRANSPORTATION COMMISSION,)		
6	Complainant,)		
7	v)		
8	OLYMPIC PIPE LINE COMPANY,)		
9	inc.,		
10	Respondent.)		
11			
12	DEPOSITION UPON ORAL EXAMINATION		
13	OF		
14	BOBBY J. TALLEY		
15			
16	1:13 p.m.		
17	April 22, 2002		
18	411 108th Avenue, N.E., Suite 1800		
19	Bellevue, Washington		
20			
21			
22			
23	Barbara L. Nelson, CCR		
24	Barbara L. Nelson, CCR		
25	Court Reporter		

CONTINENTAL REPORTING SERVICE, INC. SEATTLE, WASHINGTON (206)624-DEPS(3377) WITNESS: BOBBY J. TALLEY 4/22/02

1	APPE	EARANCES
2		
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22		
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24		

25

WITNESS: BOBBY J. TALLEY 4/22/02

1	FOR TOSCO CORP.:	EDWARD A. FINKLEA		
2		Attorney at Law		
3		526 N.W. 18th Avenue		
4		Portland, Oregon 97209		
5				
6	ALSO PRESENT:	MAURICE TWITCHELL		
7		BOB BATCH		
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- 1 MR. TROTTER: Let's be on the record. This
- 2 is a deposition in the Commission Docket Number
- 3 TO-011472. This is the deposition of Bobby J.
- 4 Talley. Could you swear in the witness, please?
- 5 Whereupon,
- 6 BOBBY J. TALLEY,
- 7 having been first duly sworn, was called as a witness
- and was examined and testified as follows:

9

- 10 EXAMINATION
- 11 BY MR. TROTTER:
- 12 Q. Good afternoon, Mr. Talley.
- 13 A. Thank you.
- 14 O. You're testifying on behalf of Olympic Pipe
- 15 Line in this case?
- 16 A. That's correct.
- Q. And you prepared testimony and exhibits --
- 18 A. Yes, I did.
- 19 Q. -- in that effort?
- 20 A. Yes, I did.
- Q. And is BJT-1T your proposed direct
- 22 testimony?
- A. That's correct.
- Q. Are there any substantial changes or
- 25 corrections to make in that testimony?

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- A. Again, it -- I wasn't here at the time, so
- 2 I haven't seen any statistical data that supports
- 3 both Bayview and Cross-Cascades, but I am aware that
- 4 shippers were aware of the fact that Cross-Cascades
- 5 and Bayview together would add additional capacity to
- 6 the system and also understand that shippers still
- 7 have an interest at this point about whether
- 8 Cross-Cascades will be completed or not.
- 9 Q. And certain steps were taken toward the
- 10 start of construction of that project, and I believe
- 11 approximately \$21 million was incurred. Is that
- 12 consistent with your knowledge?
- A. Somewhere in that vicinity of the dollars.
- 14 What I do know is that easments and property were
- obtained and Olympic was going through a permitting
- 16 process at the time of the Bellingham incident, and
- 17 at that point they withdrew from the Cross-Cascades
- 18 project.
- 19 Q. Okay. So there might have been some
- 20 rights-of-way acquired or land acquired. Was any
- 21 facility begun construction?
- 22 A. No construction that I'm aware of.
- Q. Okay. And what is the current status of
- 24 the Cross-Cascades project?
- 25 A. There is no activities. I don't know that

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- the board of directors have indicated any future
- 2 plans for Cross-Cascades. Current activities are
- 3 just maintenance of current easements and options and
- 4 payments required to maintain some of the land that's
- 5 been obtained.
- Q. Would it be correct to say, at this point
- 7 in time, there's no future plan with respect to the
- 8 Olympic -- or excuse me, with respect to the
- 9 Cross-Cascades project?
- 10 A. None that I'm aware of.
- 11 Q. If there was a plan, would you be aware of
- 12 it?
- A. Not necessarily, but if it affected any of
- 14 the operating personnel or if it had been mentioned
- in the board meetings, I would have been aware of
- 16 that.
- Q. Okay. I'll just ask you to accept, subject
- 18 to your check, that there are no current plans with
- 19 respect to the Cross-Cascades project. That's
- 20 something you can check?
- 21 A. Yes.
- Q. Okay, thank you. Is it your understanding
- 23 that Olympic is not requesting any rate relief
- 24 associated with Cross-Cascades in this case through
- 25 CWIP or otherwise?

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