BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

IN THE MATTER OF THE JOINT **APPLICATION OF PUGET SOUND ENERGY, ALBERTA INVESTMENT MANAGEMENT CORPORATION, BRITISH COLUMBIA INVESTMENT MANAGEMENT CORPORATION, OMERS ADMINISTRATION CORPORATION, AND PGGM VERMOGENSBEHEER B.V. FOR AN ORDER AUTHORIZING PROPOSED** SALES OF INDIRECT INTERESTS **IN PUGET SOUND ENERGY**

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Docket U-180680

JOINT APPLICANTS' MOTION TO STRIKE THE TESTIMONY OF THE WASHINGTON AND NORTHERN **IDAHO DISTRICT COUNCIL OF LABORERS**

3	I. INTRODUCTION
4	<i>1.</i> Pursuant to Prehearing Conference Order 03 ¶ 17 and WAC 480-07-375,
5	Puget Sound Energy ("PSE"), together with the Alberta Investment Management
6	Corporation ("AIMCo"), the British Columbia Investment Management
7	Corporation ("BCI"), OMERS Administration Corporation ("OMERS"), and
8	PGGM Vermogensbeheer B.V. ("PGGM") (together, PSE, AIMCo, BCI,
9	OMERS and PGGM are referred to as the "Joint Applicants"), moves and
10	respectfully requests that the Commission strike all of the testimony filed by
11	Walter Jones, Glen Freiberg, and Erin Hutson, submitted on behalf of the
12	Washington and Northern Idaho District Council of Laborers ("WNIDCL").
13	WNIDCL's testimony is irrelevant and addresses issues that are beyond the scope
14	of WNIDCL's intervention. The testimony filed by Mr. Jones and Mr. Freiberg
	JOINT APPLICANTS' Page 1 of 21 MOTION TO STRIKE THE TESTIMONY OF WAUDCI

provides no information relating to whether the transaction at issue in this case
would be detrimental to "the safety and reliability of service to PSE's customers
where its members are actually involved in the provision of such service"¹ and
instead, inappropriately addresses collective bargaining issues. Likewise, the
testimony of Ms. Hutson is centered on her proposal for additional commitments,
which are not related to the Proposed Transactions and also inappropriately
address collective bargaining issues.

2. Given that the testimony filed by WNIDCL should be stricken, the 8 9 Commission should correspondingly issue a limiting instruction reiterating 10 WNIDCL's restricted role at the settlement hearing. The Commission has already 11 determined that WNIDCL does not have a substantial interest in this proceeding.² 12 The only purpose of WNIDCL's intervention was to provide information relating 13 to how the Proposed Transactions would impact the safety and reliability of 14 service to customers where its members are actually involved in the provision of such service. Given that WNIDCL has not complied with that limitation, the Joint 15 16 Applicants are concerned that WNIDCL will again attempt to use the settlement 17 hearing as a platform to inappropriately raise collective bargaining concerns. 18 3. The Joint Applicants respectfully request that the Commission issue an

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order reminding WNIDCL of its restricted role in this case and should WNIDCL

¹ In the Matter of the Application of Puget Sound Energy, Docket U-180680, Order 03, ¶¶ 16, 17 (Nov. 21, 2018) ("Order 03").

² *Id.* ¶ 15.

1		continue to violate this parameter, WNIDCL should be dismissed as an
2		intervening party under WAC 480-07-355(4) immediately.
3		II. BACKGROUND
4	А.	WNIDCL Seeks Intervention
5	4.	On September 5, 2018, the Joint Applicants filed an application seeking
6		approval of the sale of a 43.99 percent ownership interest in Puget Holdings, LLC
7		("Puget Holdings") currently held by Macquarie Infrastructure Partners, Inc. and
8		Padua MG Holdings LLC, to existing owners AIMCo and BCI, and to two new
9		owners, OMERS and PGGM (the "Proposed Transactions").
10	5.	On October 22, 2018, WNIDCL filed a petition to intervene in the
11		proceeding, seeking "full party status," under WAC 480-07-340(1). ³ WNIDCL, a
12		"democratic labor organization," represents construction workers that are not PSE
13		employees, but rather are subcontractors of contractors hired by PSE. ⁴ PSE does
14		not hire WNIDCL's members, WNIDCL does not represent any actual PSE
15		employees, and WNIDCL does not have a contractual collective bargaining
16		relationship with PSE. Nevertheless, as conceded by WNIDCL, it sought
17		intervention so that it could introduce issues such as "wage rates, training
18		requirements, construction standards, local employment impacts, and workforce
19		development investments"5-all of which are labor relations issues. In other

³ In the Matter of the Application of Puget Sound Energy, Docket U-180680, WNIDCL Petition to Intervene, ¶ 3 (Oct. 22, 2018).

⁴ *Id.* ¶¶ 3-5, 7.

⁵ *Id.* ¶ 6.

words, WNIDCL intervened to promote the employment opportunities of its
members.

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B. The Commission Grants WNIDCL Limited Intervention

4	6.	On November 14, 2018, the Joint Applicants filed an opposition to
5		WNIDCL's petition to intervene objecting to WNIDCL's intervention on the
6		grounds that WNIDCL does not have a substantial interest in this proceeding
7		because WNIDCL seeks to introduce collective bargaining issues into the
8		proceeding and that WNIDCL's intervention is not in the public interest because
9		WNIDCL's unrelated interests would only distract from the narrow issue before
10		the Commission, which is whether the transfer of a 43.99 percent interest in Puget
11		Holdings is in the public interest under the Commission's no-harm standard.6
12		Other parties contested WNIDCL's participation as an intervenor as well,
13		including Commission Staff ⁷ , and IBEW Local 77 and UA Local 32.8
14	7.	On November 21, 2018, the Commission agreed that WNIDCL did not
15		have a substantial interest in the proceeding, explaining
16 17 18 19 20 21 22		We agree with the Joint Applicants and Staff that WNIDCL has not demonstrated a substantial interest in the subject matter of this proceeding because there is no nexus between its stated purpose for intervention – i.e., employment issues governed by the collective bargaining agreement such as wage rates and training requirements – and an interest protected by a Washington statute within the

⁶ In the Matter of the Application of Puget Sound Energy, Docket U-180680, Joint Applicants' Opposition to WNIDCL Petition to Intervene (Nov. 14, 2018).

 7 Order 03 at \P 10.

⁸ In the Matter of the Application of Puget Sound Energy, Docket U-180680, IBEW Comments, ¶ 11 (Oct. 24, 2018); UA Local 32 Comments, ¶ 10 (Oct. 24, 2018).

1 2 3		Commission's jurisdiction. The Commission has no authority over collective bargaining issues or terms and conditions of employment for WNIDCL's members. ⁹
4	8.	Nevertheless, the Commission ultimately granted WNIDCL limited
5		intervention because its intervention could be "useful to the Commission in
6		compiling an appropriate record." ¹⁰ The Commission cited Docket UT-090842,
7		where IBEW was granted intervention because "observations of its members as to
8		their work 'in the field' pertains directly to safety and reliability issues within the
9		purview of the Commission."11 "Information showing whether the proposed
10		transaction would be detrimental to the safety and reliability of PSE's system is
11		relevant to the Commission's evaluation of whether the proposed transaction
12		would result in 'no harm' to customers." ¹²
13	9.	However, the Commission narrowly limited WNIDCL's participation to
14		"matters specifically addressing the safety and reliability of service to customers
15		where its members are actually involved in the provision of such service. We
16		expressly decline to consider any labor relations matters in this proceeding
17		covered by the collective bargaining agreement."13 The Commission also warned
18		that if "it becomes clear later in the proceeding that WNIDCL's continued

⁹ Order 03 at ¶ 15.
¹⁰ *Id*. ¶ 16.
¹¹ *Id*. (citations omitted).
¹² *Id*. ¶ 16.
¹³ *Id*. ¶ 17.

1		participation is not in the public interest, the Commission has the authority to
2		dismiss WNIDCL as an intervenor." ¹⁴
3	C.	WNIDCL Declines to Join the Multiparty Settlement
4	10.	On January 15, 2019, all of the full participants in the proceeding,
5		including the Joint Applicants, Commission Staff, the Public Council Unit of the
6		Washington State Attorney General's Office, the Alliance of Western Energy
7		Consumers, The Energy Project, the NW Energy Coalition, and the Federal
8		Executive Agencies, either entered into or did not oppose a Multiparty Settlement
9		Stipulation and Agreement ("Settlement Stipulation") resolving all issues in the
10		case. ¹⁵ The only parties opposing the Settlement Stipulation were parties with
11		restricted participation in the matter; namely, WNIDCL and the other union
12		participants, IBEW Local 77 and UA Local 32.16
13	D.	WNIDCL Files Testimony That Exceeds the Scope of Its Intervention
14	11.	On February 8, 2019, WNIDCL filed testimony opposing the Settlement
15		Stipulation provided by three witnesses: Walter Jones, Glen Freiberg, and Erin
16		Hutson. All three witnesses provided testimony on matters that are irrelevant to,
17		and were expressly excluded from, this proceeding by the Commission.

¹⁴ Id.

¹⁵ All of the full parties entered into the Settlement Stipulation except for the Federal Executive Agencies, which does not oppose the Settlement Stipulation

¹⁶ Like WNIDCL, the Commission limited IBEW Local 77 and UA Local 32's participation to matter addressing how the Proposed Transactions would impact safety and reliability of service to customers where its members are actually involved in the provision of such service. UA Local 32 has not filed testimony opposing the settlement but has not signed on to the Settlement Stipulation.

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Walter Jones testimony

2	12.	The testimony provided by Mr. Jones focuses entirely on subjects that are
3		not presently before the Commission and are irrelevant to the issues in this case.
4		As stated in his own words, Mr. Jones is the Director of the Occupational Safety
5		and Health Division for the Laborers' Health and Safety Fund of North America,
6		in Washington, D.C. (which he terms the "Fund"), and his testimony focuses on
7		three subjects, none of which relate to the Proposed Transactions:17
8 9 10 11 12 13 14		I will first address the Fund's work with contractors and owners like Puget Sound Energy (PSE) to improve safety practices. I will then discuss my professional opinion as to why unionized workplaces tend to have better safety track records than non-union companies. Finally, I will discuss the ways in which temp agencies, in particular, present unique safety concerns with the construction industry. ¹⁸
15	13.	Mr. Jones then describes what the Fund is; ¹⁹ Mr. Jones' personal
16		experience performing various safety inspections for utilities;20 the Fund's
17		involvement in flagging safety issues; ²¹ the value Mr. Jones sees in the Fund's
18		safety inspections; ²² why Mr. Jones believes union labor is safer than nonunion
19		labor; ²³ and Mr. Jones' opinion as to the safety risks associated with the use of
20		temporary employment agencies in the construction industry. ²⁴
	¹⁸ Id. a ¹⁹ Id. a ²⁰ Id. a	imony of Walter Jones, Exh. WJ-1T at 1:6-7 ("Jones Testimony"). t 2:5-9. t 2:12-23. t 3:1-18; 5:15- t 4:19-5:14.

²² *Id.* at 6:18-7:23.

²³ *Id.* at 8:3-11:13.

²⁴ *Id.* at 11:16-12:16.

1	14.	Mr. Jones' testimony does not make any reference to the Proposed
2		Transactions, does not contain any specific information about PSE's safety or
3		reliability, and does not contain any information showing how the Proposed
4		Transactions could impact safety and reliability as it pertains to PSE.
5		2. Glen Freiberg testimony
6	15.	Like Mr. Jones, Mr. Freiberg does not provide any information relating to
7		how the Proposed Transactions would impact the safety and reliability of service
8		to customers. In his own words, Mr. Freiberg describes the purpose of his
9		testimony as follows:
10 11 12 13 14 15		My testimony will provide information regarding NWLETT, including how the training courses it offers help to train and prepare workers for careers in construction particularly in the natural gas field. It will also focus on the ways in which safety and reliability can suffer when utilities do not utilize sufficient training. ²⁵
16	16.	Instead, Mr. Freiberg devotes most of his testimony to discussing the
17		Northwest Laborers-Employers Training Trust Fund ("NWLETT"), a union
18		training association, and the training programs provided by NWLETT. ²⁶ Mr.
19		Freiberg also discusses generally the safety risks for working on natural gas
20		transmission and distribution pipelines. ²⁷ The only testimony Mr. Freiberg
21		provides relating to the Proposed Transaction is his recommendation of an
22		additional Commitment requiring that "PSE and Puget Holdings commit to
	²⁶ <i>Id</i> . a	imony of Glen Freiberg, Exh. GF-1T at 1:21-2:1 ("Freiberg Testimony"). t 2:3-6:13. t 6:15-9:6.

utilizing contractors with access to high quality training and apprenticeship programs."²⁸ Otherwise, Mr. Freiberg does not provide any testimony showing how the Proposed Transactions will impact safety and reliability of service to PSE customers.

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Erin Hutson testimony

6 17. Ms. Hutson's testimony focuses primarily on PSE's use of contractor 7 employees to conduct utility operations and her opinions regarding contracted 8 workforce. She spends several pages of her testimony discussing the safety issues 9 faced by WNIDCL members working on gas pipeline infrastructure and flagging/traffic control and her opinion regarding union workers versus nonunion 10 labor.²⁹ None of this testimony is tied to the Proposed Transactions nor does she 11 seek to demonstrate how the Proposed Transactions will further impair safety or 12 13 reliability of service to customers.

14 18. Ms. Hutson's only testimony that attempts to address the Proposed
15 Transactions is her testimony regarding responsible contractor policies.³⁰ Ms.
16 Hutson speculates that the loss of Macquarie could result in a failure to continue
17 to rely on WNIDCL labor when the Quanta Gas (and Infrasource) contract expires
18 in 2020.³¹ The only harm Ms. Hutson identifies is that "the local labor pool
19 comprised of WNIDCL members who are skilled, experienced, and trained in

³¹ *Id.* at 16:6-20.

²⁸ *Id.* at 9:16-26.

²⁹ Testimony of Erin Hutson, Exh. EH-1T at 7:12-11:23 ("Hutson Testimony").

³⁰ *Id.* at 12:3-16:20.

1		essential gas pipeline work could be replaced if the new and existing owners are
2		not obligated to ensure the continued use of qualified contractor employees."32 In
3		other words, the harm to customers is the hypothetical and speculative loss of
4		union labor in 2020 after expiration of a preexisting contract.
5	<i>19</i> .	Ms. Hutson proposes that the Commission adopt three additional
6		commitments, which address union staffing and training:
7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22		First, PSE and Puget Holdings should commit to maintaining the status quo by ensuring that any contractors performing PSE gas pipeline distribution operations are members of the Distribution Contractors Association ("DCA") or the Pipeline Contractors Association ("PLCA"), which should help ensure continued utilization of a well-trained and experienced contractor workforce. This proposed commitment would not bind PSE to hiring any one particular contractor, but rather would provide workforce continuity for the Washington State workers who currently perform the work and would continue to perform the work on a going-forward basis. There are numerous highly experienced contractors available to PSE. Second, the new board of PSE and Puget Holdings should adopt a new Reasonable Contractor Policy that strengthens the metrics considered for contractors and specifically precludes the use of staffing agencies to supply labor.
23 24 25 26 27 28 29 30 31 32		Third, PSE and Puget Holdings should commit to utilizing contractors with access to high quality training and apprenticeship programs. Specifically, all contractors doing work on the PSE system should be required to: 1) have access to thirty party training programs that are jointly trusted by labor and management and that utilize independently certified instructors, and 2) have "approved training agent" status with an apprenticeship program registered with the Washington State Apprenticeship and Training Council ("WSATC") as well as a demonstrated history of utilizing apprentices. ³³

³² *Id.* at 16:12-15.

³³ *Id.* at 17:18-18:17.

	III. ARGUMENT
А.	WNIDCL's Testimony Should Be Stricken as Irrelevant and Beyond the Scope of Its Intervention
20.	In order for WNIDCL's testimony to be admissible, in accordance with
	the restrictions imposed by the Commission regarding WNIDCL's role in this
	case and the applicable "no harm" standard, WNIDCL must provide testimony
	showing how the Proposed Transactions will impact safety and reliability of
	service to PSE's customers, to the extent WNIDCL's members are involved in the
	provision of such service. Testimony that does not show specifically how the
	Proposed Transactions would impair safety and reliability of service to customers
	is irrelevant to, and beyond the scope of, the proceeding and should be stricken.
21.	Accordingly, the WNIDCL testimony should be stricken in its entirety
	because it does not provide information showing how the Proposed Transactions
	would impair safety or reliability of service to PSE's customers.
	1. Mr. Jones' and Mr. Freiberg's testimonies should be stricken as irrelevant and beyond the scope of WNIDCL's role in this matter
22.	Mr. Jones' and Mr. Freiberg's testimonies should be stricken in their
	entirety because neither contain information relating to how the Proposed
	Transactions will impact safety and reliability of service to PSE customers.
23.	Mr. Jones' testimony has nothing to do with the Proposed Transactions.
	Instead, as the Director of the Fund, Mr. Jones describes the scope of the Fund's
	services and provides examples of safety audits the Fund has performed for other
	companies, none of which he connects to PSE or any entity owned by the buyers.

TESTIMONY OF WNIDCL

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1	24.	Mr. Jones then provides his opinion as to why union labor is superior to
2		and safer than nonunion labor, while conceding that "[t]here is not a lot of data
3		that directly compares union worksites to non-union worksites."34 Instead, Mr.
4		Jones mentions "a small collection of surveys and studies" for which he provides
5		no source. ³⁵ The remainder of Mr. Jones' testimony simply references a series of
6		scholarly articles discussing union labor in the construction industry generally,
7		none of which contain any specific information relating to PSE or the Proposed
8		Transactions, as well as his belief-without supporting citations or empirical
9		evidence—that temporary staffing agencies are at a higher risk of safety incidents.
10	25.	Mr. Jones' testimony is irrelevant and beyond the scope of the proceeding
1.1		
11		because it provides no information relating to how the Proposed Transactions
11		because it provides no information relating to how the Proposed Transactions would impact the safety or reliability of service to PSE's customers. The sole
12		would impact the safety or reliability of service to PSE's customers. The sole
12 13		would impact the safety or reliability of service to PSE's customers. The sole purpose of this case is to evaluate whether the Proposed Transactions are in the
12 13 14		would impact the safety or reliability of service to PSE's customers. The sole purpose of this case is to evaluate whether the Proposed Transactions are in the public interest under the "no harm" standard. Testimony that provides general
12 13 14 15		would impact the safety or reliability of service to PSE's customers. The sole purpose of this case is to evaluate whether the Proposed Transactions are in the public interest under the "no harm" standard. Testimony that provides general information regarding safety audit services, union versus nonunion labor, or
12 13 14 15 16		would impact the safety or reliability of service to PSE's customers. The sole purpose of this case is to evaluate whether the Proposed Transactions are in the public interest under the "no harm" standard. Testimony that provides general information regarding safety audit services, union versus nonunion labor, or temporary employment agencies, without any tie to the Proposed Transactions, is

³⁴ Jones Testimony at 7:5-6.
³⁵ *Id.* at 8:3-13.

which the Commission expressly prohibited.³⁶ Accordingly, Mr. Jones' testimony should be stricken in its entirety.

3 26. Mr. Freiberg's testimony should also be stricken. Mr. Freiberg's testimony merely promotes the scope and facets of a union training association, specifically, 4 5 NWLETT's training operations. This testimony is irrelevant because it does not 6 relate to the Proposed Transactions and the "no harm" standard. Likewise, Mr. 7 Freiberg's description of the safety risks associated with natural gas transmission 8 and distribution pipelines does not provide any information showing how the 9 Proposed Transactions would impair safety or reliability of service to customers. 27. 10 The only reference Mr. Freiberg makes to the Proposed Transactions is his 11 proposed additional commitment that "PSE or Puget Holdings commit to utilizing contractors with access to high quality training and apprenticeship programs"³⁷ or 12 13 in other words, that the Commission should require PSE to adopt Mr. Freiberg's 14 union training programs. But given that Mr. Freiberg does not provide any information showing how safety and reliability would be impaired by the 15 16 Proposed Transactions, Mr. Freiberg has no basis for proposing additional 17 commitments. This case is not an open forum for parties to air grievances and 18 propose obligations on PSE as they see fit. And, as the Commission noted in its 19 Prehearing Conference Order, it is outside the Commission's jurisdiction, and 20 inappropriate for the Commission to consider in this case, labor relations and

³⁶ Order 03 at ¶¶ 15, 17.

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³⁷ Freiberg Testimony at 9:19-20.

1		employment issues, including terms and conditions for employment and training
2		requirements. ³⁸ Rather, the only relevant information WNIDCL can provide is
3		"information showing whether the Proposed Transactions would be detrimental to
4		the safety and reliability of PSE's system."39 Mr. Freiberg's proposed
5		commitment, without providing any evidence that the Proposed Transactions
6		would harm customers, is baseless, exceeds WNIDCL's role in this case, and
7		inappropriately addresses labor relations matters. Mr. Freiberg's testimony should
8		be stricken in its entirety.
9 10		2. Ms. Hutson's testimony should be stricken as irrelevant and beyond the scope of WNIDCL's intervention
11	28.	Ms. Hutson's testimony, while extensive, ultimately suffers from the same
12		flaws as Mr. Jones' and Mr. Freiberg's respective testimonies.
13	29.	First, the fundamental problem with Ms. Hutson's testimony (specifically
14		pages 3-11) on nonunion labor is that none of her testimony explains how the
15		Proposed Transactions will actually impair the safety and reliability of service to
16		PSE customers as it relates to nonunion labor. To do this, Ms. Hutson would have
17		to demonstrate how the status quo that currently exists will be impaired by the
18		new ownership but she does not provide any testimony to this effect. Instead, she
19		references the fact that the commitments in the 2008 proceeding did not contain
20		commitments relating to workforce labor and thus, the additional commitments
21		she proposes (namely, her proposed commitments No. 1 and No. 3) are necessary.
	³⁸ Orde	er 03 at ¶¶ 15, 17.

³⁹ Id. ¶ 16.

But adding a new commitment because such a commitment did not exist in 2008 would not meet the "no harm" standard which governs this case, but rather would be adding additional obligations more akin to the "net benefit" standard that does not apply in this case.

5 30. Third, all of Ms. Hutson's proposed commitments are inappropriate and 6 should be stricken because they each involve terms and conditions of employment 7 that are beyond the scope of this case. In Order 03, the Commission expressly 8 prohibited the intervening unions from introducing collective bargaining issues 9 relating to staffing, training, wage rates, and the terms and conditions of employment.⁴⁰ Each of WNIDCL's proposed commitments violates these 10 restrictions. For example, Ms. Hutson's proposed commitment No. 1 would 11 12 restrict the types of workers PSE could hire which addresses staffing, a prohibited 13 labor relations issue. Likewise, proposed commitment No. 2 would require the 14 Joint Applicants to adopt a new responsible contractor policy that would also expressly address staffing, as well as the terms and conditions of employment, a 15 16 prohibited labor relations issue. And finally, proposed commitment No. 3 would 17 require PSE and Puget Holdings to commit to specific training programs for 18 workers, a labor relations issue expressly prohibited by the Commission. 19 31. Finally, the only connection Ms. Hutson makes to the Proposed 20 Transactions is her suggestion that the departure of Macquarie could harm 21 customers. However, the only harm she hypothesizes is the loss of work for

⁴⁰ Order 03 at ¶¶ 15, 17, 22-23.

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1		WNIDCL union workers. Ms. Hutson cites the possibility that PSE's contract
2		with Infrasource might not be renewed when it expires in 2020.41 Her concern is
3		that if this contract is not renewed, "the local labor pool comprised of WNIDCL
4		members could be replaced."42 Not only is this conjecture, but contracting for
5		union labor is a collective bargaining issue that is outside the scope of this
6		proceeding.
7	32.	Moreover, the operative responsible contractor policy that has governed
8		PSE's contracting practices since its inception is PSE's contractor policy, which
9		remains in effect. Considering that the remaining owners of Puget Holdings will
10		remain owners after the Proposed Transactions, Ms. Hutson's suggestion that the
11		loss of Macquarie will suddenly usher in an era of unsafe contracting policies by
12		PSE is baseless. PSE remains fully committed to maintaining a responsible
13		contractor policy and Ms. Hutson's testimony on this issue should be stricken.
14 15 16 17	В.	Because WNIDCL Has Exceeded the Bounds of Its Intervention, the Commission Should Issue a Strict Limiting Instruction to Ensure WNIDCL Does Not Violate the Parameters of its Intervention at the Settlement Hearing
18	33.	Given that WNIDCL has violated the scope of its intervention, the Joint
19		Applicants are concerned that WNIDCL will attempt to use the settlement hearing
20		as a platform to further its collective bargaining efforts. In its Petition to
21		Intervene, WNIDCL assured the Commission that if the Commission placed a
	⁴¹ Huts	son Testimony at 16:11-20.

⁴¹ Hutson Testimony at 16:11-20.

⁴² *Id.* at 16:12-13.

1		limiting instruction on WNIDCL, that it would adhere to that limitation. ⁴³
2		WNIDCL has breached that assurance. Under WAC 480-07-355(4), the
3		Commission has the authority to dismiss intervening parties where their
4		intervention is no longer in the public interest. Indeed, in granting WNIDCL
5		limited intervention, the Commission warned that "[i]n the event it becomes clear
6		later in the proceeding that WNIDCL's continued participation is not in the public
7		interest, the Commission has the authority to dismiss WNIDCL as an
8		intervenor."44 Dismissal of WNIDCL would be appropriate under the
9		circumstances. But at a minimum, pursuant to WAC 480-07-375(1), the
10		Commission should reiterate that WNIDCL's role in the settlement proceeding is
11		limited to matters addressing how the Proposed Transactions could impair the
12		safety and reliability of service to customers to the extent its members are actually
13		involving in the provision of such service with the warning that should WNIDCL
14		breach its limitation again, it be dismissed.
15	34.	All of the full parties in this case have entered into, or do not oppose, the
16		Settlement Stipulation that fully addresses all issues in this case and support a
17		dispute resolution process that quickly and efficiently resolves the case. The only
18		parties that oppose settlement are parties such as WNIDCL whose role in the case
19		is limited and purely informational; i.e., the sole purpose of their intervention was
20		to provide information to the Commission that could bear on whether the

⁴³ *In the Matter of the Application of Puget Sound Energy*, Docket U-180680, WNIDCL Petition to Intervene, ¶¶ 8-9 (Oct. 22, 2018).

⁴⁴ Order 03 at ¶ 17

1		Proposed Transactions could impair safety or reliability of service for customers
2		to the extent their members are actually involved in the provision of such service.
3		WNIDCL had that opportunity and as provided above, its testimony should be
4		stricken because it inappropriately exceeded the scope of the proceeding by
5		addressing collective bargaining issues.
6	35.	Moreover, as explained by the Commission in a case involving a similar
7		limited intervention, intervening parties without a substantial interest in a
8		settlement proceeding have limited authority, if any, to influence a settlement,
9		particularly one that is otherwise unanimous:
10 11 12 13 14 15 16 17 18		Time Warner's claim that its opposition renders the settlement a non-unanimous settlement is tenuous, given Time Warner's lack of substantial interest in the proceeding. While technically a non-unanimous settlement (because one party opposes it), the settlement is more like a full settlement of all issues in the proceeding as defined in WAC 480-07-730(1). The settlement is opposed by a party with no substantial interest in the outcome, indeed, a party who may have no right to be a party. ⁴⁵
19	36.	Intervening parties like WNIDCL, without a substantial interest in a
20		proceeding and whose role is purely informational, should not be afforded the
21		opportunity to unnecessarily burden or obstruct the resolution of a matter where
22		all full-party participants with a substantial interest in the proceeding either
23		support or do not oppose the settlement. Indeed, intervenors should not do
24		anything that "will unnecessarily frustrate or delay this proceeding." ⁴⁶
		<i>TC v. Advanced Telecom Group, Inc.</i> , Docket UT-033011, Order No. 19 (Dec. 22, 2004). er 03 at ¶ 24.

1	37.	Having already exceeded the bounds of its intervention in this case,
2		WNIDCL should not be given additional opportunities to unnecessarily
3		complicate the settlement proceeding by delving into issues that at most are only
4		tangentially related to the issues at hand. WNIDCL should not be permitted to
5		participate in the hearing and the cross-examination of witnesses at the hearing on
6		matters that do not affect safety and reliability as specifically tied to the Proposed
7		Transactions, are aimed at advancing the employment benefits of its members,
8		and are outside the scope of the Commission's jurisdiction.
9	38.	WNIDCL's underlying interest in this case is to advance the employment
10		opportunities for its workers. These matters are more appropriately addressed
11		through collective bargaining, and the Commission has no jurisdiction over such
12		matters. To ensure the prompt and efficient resolution of this matter, the
13		Commission should issue a limiting instruction to WNIDCL at the hearing.
14		IV. CONCLUSION
15	39.	For the reasons set forth above, the Joint Applicants respectfully request
16		that the Commission strike the WNIDCL testimony identified in this motion and
17		at minimum, issue a limiting instruction reiterating the restrictions on WNIDCL's
18		role in this matter at the settlement proceeding.
19 20		Respectfully submitted this 11th day of February, 2019.
20		Respectfully submitted this fifth day of rebruary, 2017.
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