1 BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION 2 COMMISSION 3 CHELAN COUNTY)) 4 Petitioner,))) DOCKET NO. TR-061442 5 vs. Volume III) THE BURLINGTON NORTHERN) Pages 50 - 55 6 SANTA FE RAILWAY COMPANY,) 7) Respondent.) 8 _____ 9 10 A prehearing conference in the above matter 11 was held on November 9, 2007, at 9:32 a.m., at 1300 12 South Evergreen Park Drive Southwest, Olympia, 13 Washington, before Administrative Law Judge THEODORA 14 MACE. 15 The parties were present as follows: 16 CHELAN COUNTY, by LOUIS N. CHERNAK (via bridge), Civil Deputy Prosecuting Attorney, 401 Washington Street, Fifth Floor, Post Office Box 2596, 17 Wenatchee, Washington 98807; telephone, (509) 18 667-6643. 19 BURLINGTON NORTHERN SANTA FE RAILWAY COMPANY, by BRADLEY P. SCARP and KELSEY E. ENDRES, Attorneys at 20 Law, Montgomery, Scarp, McDougall, 1218 Third Avenue, 27th Floor, Seattle, Washington 98101; telephone, 21 (206) 625-1801. 22 WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION, by JONATHAN THOMPSON, Assistant Attorney 23 General, 1400 South Evergreen Park Drive Southwest, Post Office Box 40128, Olympia, Washington 98504; 24 telephone, (360) 664-1225

25 Kathryn T. Wilson, CCR, Court Reporter

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PROCEEDINGS 1 2 JUDGE MACE: Let's be on the record in Docket 3 TR-061442. This is the case of Chelan County against 4 Burlington Northern Santa Fe Railway Company. I'm Theodora Mace, the administrative law judge who has 5 been assigned to this case. I'm sure we have taken the 6 7 oral appearances of counsel before, so if you would just briefly introduce yourself for the record, and 8 9 we'll start with Mr. Scarp. 10 MR. SCARP: Bradley Scarp for BNSF Railway 11 Company. The information you already have on the 12 record is still current. Also with me... 13 MS. ENDRES: Kelsey Endres. 14 MR. THOMPSON: Jonathan Thompson for 15 Commission staff. 16 MR. CHERNAK: This is Louis N. Chernak for Chelan County, and the information you have for me is 17 18 all still current too. Thank you. 19 JUDGE MACE: From my point of view, the 20 purpose of this prehearing conference is to see where 21 we are in this case and to set a schedule, if that's 22 appropriate, since I entered an order in August, as I 23 recall, finding that the Commission did have 24 jurisdiction over this matter. So can one of you, Mr. Scarp, Mr. Thompson, or Mr. Chernak, let me know 25

1 what's going on in the case and where we are with it 2 and what should we do now? Should we be setting a 3 schedule?

4 MR. SCARP: Mr. Chernak, I'm not sure that 5 it's necessary to this proceeding, but just by way of 6 reminder, I was waiting on a letter from you following 7 up on our telephone conversation.

8 MR. CHERNAK: I have Mr. Pezoldt with me 9 here, and we were talking about that, and we will be 10 trying to supply that as quickly as we can.

11 MR. SCARP: That relates to some logistical 12 questions and various things regarding the actual 13 structure design and things, because we are still 14 operating in something of a vacuum relating to the 15 project and the scope of the project, etcetera, but 16 that aside, I would agree that we probably need --17 there has been some data requests to Chelan County and 18 responses. Those were within the past, I think the 19 responses were within the past month or so, so from our point of view, I would say that yeah, we probably need 20 21 to move along. I welcome Mr. Chernak's comments.

22 MR. CHERNAK: And I think we probably will 23 send out one set of data requests as well, and that 24 will be forthcoming fairly quickly, and we do have, I 25 guess, established the parameters of what I guess what

we call -- the information about the trestle itself and the structure, but I do think we need to set a date so we have a time line for this.

We need an evidentiary hearing date. I'm not sure that we will be -- for me, at least, the month of December is pretty much out for setting any kind of deadlines if I could let the tribunal know that, so it would probably be after the first of the year we could start doing things.

JUDGE MACE: I would like to let the parties talk about what they want to do for scheduling. I'm assuming you are still going to be filing direct testimony, response testimony, rebuttal, etcetera, prior to the evidentiary hearing, so you want to set a schedule for that.

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MR. CHERNAK: Yes.

JUDGE MACE: I would be willing to give you time to address that now. We could go off the record, and Mr. Thompson, you haven't chimed in here. Do you and does Staff have a position on this?

21 MR. THOMPSON: Not particularly because we 22 don't plan to be involved in terms of having testimony 23 or anything like that. We are just sort of in a 24 monitoring mode at this point.

25 JUDGE MACE: Then I will let you all talk

1 about the scheduling on your own. I don't need to be a 2 part of that, and I will recess for 10 or 15 minutes 3 and see if you can come up with a schedule, and then we 4 can record it for the record and we will be back on 5 track. We are recessed until ten minutes to ten, about 6 ten minutes.

7 (Recess.)

8 JUDGE MACE: Let's go back on the record in Docket TR-061442. The parties have discussed 9 10 scheduling for this proceeding and proposed a filing 11 date of March 3rd for testimony from Chelan County, a 12 filing date of March 31st for direct testimony from 13 BNSF -- these are all 2008 dates, obviously -- rebuttal 14 filing date of April 21st, and a hearing date of May 15 16th, and on that hearing date, it could be an 16 evidentiary hearing or it might be oral argument 17 because the parties will already have pretty much 18 refined where the issues are. They won't need to cross witnesses, and we will just proceed with oral argument, 19 20 or possibly this will all settle and we won't even need 21 the evidentiary hearing date.

I advised the parties off the record that I thought this was a pretty generous schedule and have a fond hope that we can hold onto this schedule and that the parties will be able within the time frame we have

now, which is a good five or six months, to flesh out 1 whatever issues there are between them about the cost 2 3 of this project and allocation issues and who will bear 4 the costs so that we can get resolution by May 16th or as soon thereafter as we need. 5 б Is there anything else we need to address before I adjourn? The parties are conducting discovery 7 and will be conducting discovery. That's my 8 9 understanding from Mr. Scarp and Mr. Chernak, and I 10 encourage you to continue that. Anything else? MR. SCARP: Nothing further. 11 12 MR. CHERNAK: I would appreciate it if we 13 could speak sometime next week, Mr. Scarp, if you have 14 time. 15 MR. SCARP: I'm generally available. 16 MR. CHERNAK: I'll call you up. 17 (Prehearing adjourned at 9:59 a.m.) 18 19 20 21 22 23 24 25