BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Complainant,

v.

OLYMPIC PIPE LINE COMPANY, INC.,

Respondent.

DOCKET NO. TO-011472

OLYMPIC PIPE LINE COMPANY'S PROPOSED REPLY TO ANSWER OF COMMISSION STAFF

I. INTRODUCTION

Olympic Pipe Line Company ("Olympic" or "Company"), pursuant to WAC 480-09-425,

hereby replies to the Answer on Behalf of Commission Staff Opposing Olympic's Petition for

Administrative Review of Evidentiary Ruling, dated September 19, 2002 ("Answer"). The names and

addresses of Olympic and its representatives are as follows:

Steven C. Marshall Perkins Coie LLP One Bellevue Center, Suite 1800 411 – 108th Ave. Northeast Bellevue, WA 98004-5584 Telephone: (425) 453-7314 Facsimile: (425) 453-7350 Marss@perkinscoie.com Robert C. Batch, President Olympic Pipe Line Company 2201 Lind Ave., Suite 270 Renton, WA 98055 Telephone: (425) 235-7736 Facsimile: (425) 981-2525 Bernadette J. Zabransky Director – Pipeline Tariff & Regulatory Affairs BP Pipelines (North America) Inc. 801 Warrenville Rd., Suite 700 Lisle, Illinois 60532 Telephone: (630) 434-2680 Facsimile: (630) 493-3707 Zabranbj@bp.com

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This Reply involves the following regulations and rules: RCW 34.05.461, WAC 480-09-010,

WAC 480-09-760, and WAC 480-09-780.

II. DISCUSSION

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In its Answer, Commission Staff states that "Olympic's Petition should be rejected because

PROPOSED REPLY TO ANSWER OF COMMISSION STAFF - 1 [/Proposed Reply To Answer.doc] Olympic failed to comply with the time limits in WAC 480-09-760." Answer at ¶2. Staff further supports it position in the first footnote by stating:

The 19th Supplemental Order is not an "initial order" subject to WAC 480-09-780, as Olympic assumes. *E.g.* Petition at 1, ¶ 1. WAC 480-09-780 involves orders determining litigation that will be resolved by a later final order.

<u>Id</u>. at n.1

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Olympic relied upon RCW 34.05.461 ("Entry of orders"), as specifically contemplated by WAC 480-09-780, for the definition of an "initial order." RCW 34.05.461(1)(c) states that "[i]f the presiding officer is one or more administrative law judges, the presiding officer shall enter an initial order." Olympic's reading of RCW 34.05.461(1)(c) is that any order issued by an administrative law judge is an "initial order." Administrative law judge Wallis ("ALJ Wallis") was the only signatory to the Nineteenth Supplemental Order¹, thereby making it an "initial order" under Olympic's reading of RCW 34.05.461(1)(c).

As an "initial order" under RCW 34.05.461(1)(c), Olympic had 20 days to prepare a petition for administrative review under WAC 480-09-780. Olympic filed the Petition within this 20-day time limit, thereby fulfilling this procedural requirement.

If Olympic's reliance on RCW 34.05.461(1)(c) was in error, then the Commission should "make exceptions to [procedural] rules in individual cases when doing so is just and reasonable." WAC 480-09-010(3). Olympic's Petition should be judged on its merits and not on an interpretation of the ambiguous distinction between "interlocutory orders" and "initial orders" under the procedural rules.

With respect to Staff's assertion that "Olympic has yet to move into evidence the documents [the 2001 audited financial statement] it filed," Olympic intended that its July 12, 2002 request to keep

¹ Compare the Nineteenth Supplemental order with the Sixteenth Supplemental Order in this proceeding. In the former, ALJ Wallis is the only signatory, whereas Chairwoman Showalter and Commissioners Hemstad and Oshie all signed the latter. Furthermore, the Sixteenth Supplemental Order unambiguously notes at the end that "[t]his is a final order of the Commission."

the evidentiary record open until August 15, 2002 serve as a motion to admit the 2001 audited financial statement when available. Specifically, Mr. Beaver stated:

The first issue that I would like to address, at least on behalf of Olympic, is a request that the record, the evidentiary record be allowed to remain open until August 15 for us *to submit to this Commission what I expect to have by then, which is our audited financial statement by Ernst & Young.*

Tr. 5280:16-22 (emphasis added). Mr. Beaver's request is clear that Olympic intended to offer the 2001 audited financial statement into evidence by August 15, 2002, if available. The fact that the cover letter submitting the financial statements stated that they were "for filing" and did not request admission as evidence is immaterial given Mr. Beaver's previous request. To remove any question, Olympic hereby moves that the 2001 audited financial statement be admitted into evidence.

III. PRAYER FOR RELIEF

Olympic respectfully requests that the Commission issue an order on administrative review admitting Olympic's 2001 Audit into the record of this proceeding.

DATED this _____ day of September, 2002.

8.

Respectfully submitted,

PERKINS COIE LLP

By_

Steven C. Marshall, WSBA #5272 Attorneys for Olympic Pipe Line Company

CERTIFICATE OF SERVICE

The undersigned hereby certifies that on September 24, 2002, I caused to be served copies of Olympic Pipe Line Company's Prposed Reply to Answer of Commission Staff via email, facsimile, and U.S. Mail to the following parties:

Mr. Donald T. Trotter Ms. Lisa Watson Washington Utilities and Transportation Commission 1400 S. Evergreen Park Drive S.W. P. O. Box 40128 Olympia, WA 98504-0128 360-586-5522 (Fax) dtrotter@wutc.wa.gov

Mr. Robin O. Brena, Esq. Brena Bell & Clarkson, P.C. 310 K Street, Suite 601 Anchorage, AK 99501 907-258-2001 (Fax) rbrena@brenalaw.com Mr. Edward A. Finklea Mr. Chad Stokes Energy Advocates LLP 526 N.W. 18th Avenue Portland, OR 97209-2220 503-721-9121 (Fax) efinklea@energyadvocates.com

Mr. C. Robert Wallis Administrative Law Judge 1300 S. Evergreen Park Drive S.W. Olympia, WA 98504-7250 360-664-1142 (Fax) bwallis@wutc.wa.gov

I declare under penalty of perjury under the laws of the State of Washington that the foregoing is true and correct.

Dated this ____ day of September, 2002, in Bellevue, Washington.

Cindy Peterson