## BEFORE THE STATE OF WASHINGTON

## ENERGY FACILITY SITE EVALUATION COUNCIL

In the matter of:	)	
Application No. 2003-01	)	
	)	
SAGEBRUSH POWER PARTNERS, LLC,	)	Prehearing Conference
	)	
KITTITAS VALLEY WIND POWER PROJECT	)	Pages 1 - 62
	)	2

A prehearing conference in the above matter was held in the presence of a court reporter on August 17, 2006, at 3:30 p.m., at 925 Plum Street S.E., Building 4, in Olympia, Washington before Energy Facility Site Evaluation Councilmembers.

\* \* \* \* \*

The parties were present as follows:

SAGEBRUSH POWER PARTNERS, LLC, Darrel Peeples,
Attorney at Law, 325 Washington Street N.E., Suite 440,
Olympia, Washington 98501; and Timothy McMahan, Attorney at
Law, Stoel Rives, LLP, 805 Broadway Street, Suite 725,
Vancouver, Washington 98660.

COUNSEL FOR THE ENVIRONMENT, Michael S. Tribble,
Assistant Attorney General, 1125 Washington Street S.E.,
P.O. Box 40100, Olympia, Washington 98504-0100.

KITTITAS COUNTY, James E. Hurson, Kittitas County Prosecutor, Kittitas County Courthouse, Room 213, Ellensburg, Washington 98926.

Reported by:

Shaun Linse, CCR NO. 2029

	Page 2		Page 4
1	Appearances (cont'd):	1	MS. ADELSMAN: Yes.
2	F. STEVEN LATHROP, Jeff Slothower, Attorney at	2	CHAIR LUCE: Any discussion, deliberation?
3	Law, Lathrop, Winbauer, Harrel, Slothower & Denison, LLP,	3	MS. ADELSMAN: No.
4	201 West Seventh Avenue, Ellensburg, Washington 98926	4	CHAIR LUCE: Do I have a motion to adopt the
5	ECONOMIC DEVELOPMENT GROUP OF KITTITAS COUNTY,	5	agenda as proposed?
6	Debbie Strand, Executive Director, 1000 Prospect Street,	6	MS. TOWNE: So moved.
7	P.O. Box 598, Ellensburg, Washington 98926.	7	CHAIR LUCE: Second?
8	RESIDENTS OPPOSED TO KITTITAS TURBINES (ROKT),	8	MS. ADELSMAN: Second.
9	Ed Garrett, Lay Representative, 19205 64th Avenue S.E.,	9	CHAIR LUCE: Discussion? No discussion.
10	Snohomish, Washington 98296.	10	Question called for. All in favor say Aye.
11	RENEWABLE NORTHWEST PROJECT, Susan Elizabeth	11	COUNCILMEMBERS: Aye.
12	Drummond, Foster Pepper & Shefelman, PLLC, 1111 Third	12	CHAIR LUCE: We will move now onto Adam for
13	Avenue, Suite 3400, Seattle, Washington 98101-3299.	13	our roll. Administrative Law Judge Adam Torem, you are ir
14	COMMUNITY TRADE AND ECONOMIC DEVELOPMENT, Tony	14	charge.
15	Usibelli, Assistant Director, Energy Policy Division, P.O.	15	JUDGE TOREM: All right. Let me take
16	Box 43173, Olympia, Washington 98504-3173.	16	appearances first for the Applicant here in the room.
17	* * * * *	17	MR. PEEPLES: Darrel Peeples for the
18	CHAIR LUCE: This is a meeting of the	18	Applicant.
19	Washington State Energy Facility Site Evaluation Council	19	MR. McMAHAN: Tim McMahan.
20	held in Olympia on August 17 at 3:35 p.m. The purpose of	20	MS. ANDERSON: Erin Anderson.
21	this meeting is to conduct a prehearing conference on the	21	JUDGE TOREM: And for the County?
22	application for Kittitas Valley Wind Power Project. I	22	MR. HURSON: Jim Hurson, Deputy Prosecutor.
23	believe Sagebrush is the LLC name.	23	JUDGE TOREM: And as I hear Mr. Piercy is
24	I would ask clerk to call the roll of	24	also on the line?
25	Councilmembers at this point in time.	25	MR. PIERCY: That's correct. Also Joanna
	Page 3		Page 5
1	MR. MILLS: Department the Ecology?	1	Valencia.
2	MS. ADELSMAN: Hedia Adelsman here.	2	JUDGE TOREM: All right. Community, Trade,
3	MR. FRYHLING: Dick Fryhling by phone.	3	and Economic Development? Anybody here from CTED today?
4	CHAIR LUCE: We got you, Dick.	4	Counsel for the Environment?
5	MR. MILLS: Department of Natural Resources?	5	MR. TRIBBLE: Mike Tribble present on the
6	MS. WILSON: Judy Wilson, Department of	6	telephone.
7	Natural Resources.	7	JUDGE TOREM: Renewable Northwest?
8	MR. MILLS: Department of Fish and Wildlife?	8	MS. DRUMMOND: I am Susan Drummond
9	MS. TOWNE: Chris Towne is here.	9	representing RNP on the telephone.
10	MR. MILLS: Utilities and Transportation	10	MR. GAGLIANO: And Troy Gagliano also on the
11	Commission?	11	phone with RNP.
12	MR. SWEENEY: Tim Sweeney is here.	12	JUDGE TOREM: Mr. Lathrop? Mr. Slothower,
13	MR. MILLS: Kittitas County?	13	we didn't hear that. I heard a little bit of mumble come
14	MS. JOHNSON: Patti Johnson.	14	over the phone.
15	MR. MILLS: Chair?	15	MR. SLOTHOWER: Jeff Slothower present for
16		16	Mr. Lathrop. Mr. Lathrop is not present.
17	CHAIR LUCE: Chair is present. Thank you.	17	JUDGE TOREM: Economic Development Group?
18	MR. MILLS: All members are present.	18	Is the Economic Development Group here?
19	CHAIR LUCE: I'm going to turn this hearing	19	MS. STRAND: Yes, Debbie Strand.
	over at this point in time to Judge Adam Torem, our		
20	Administrative Law Judge, who will take the appearances of		JUDGE TOREM: Am I missing anybody else,
21	the different parties. We will then proceed to adopt the	21	Clerk?
22	proposed agenda. Actually let's do that now jumping out of sequence a little bit.	22 23	MS. MAKAROW: ROKT.
00	AL VACHIONCO A LITTIO DIT		JUDGE TOREM: Oh, ROKT.
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23 24 25	Councilmembers had an opportunity to review	24 25	MR. GARRETT: Ed Garrett is on the line.  JUDGE TOREM: Is Mr. Carmody with us today?

2 (Pages 2 to 5)

Page 8 Page 6 1 MR. GARRETT: I believe not. 1 additional public hearing outside the location of the 2 JUDGE TOREM: Any other parties or 2 actual project or its direct impacts. So it's not to say 3 intervenors that I'm somehow forgetting? 3 that it can't be done. It's just to say that it hasn't 4 CHAIR LUCE: Judge Torem, I would like to been done, and the Council is aware that this is a matter 4 5 take this opportunity to there is Commissioner David Bowen 5 of first impression not only, of course, in this case but 6 who I believe is here with us today. 6 in all other cases. 7 7 JUDGE TOREM: Thank you, sir, for attending. So with those observations and notations in 8 MR. BOWEN: My pleasure. 8 mind, Ms. Drummond and Mr. Gagliano, can you tell us again 9 JUDGE TOREM: Any other parties in the room 9 the rationale for the request and its timing. 10 that need to make their appearances known? 10 MR. DRUMMOND: Yes. This is Susan Drummond. 11 I'd be happy to elaborate. As you've outlined RNP has Then we'll move on to what's been adopted in 11 12 the agenda to Item No. 4. The main purpose for today's 12 requested an additional hearing. I wanted to clarify 13 prehearing conference was a request received, a letter 13 particularly some confusion on this; that this would not 14 dated July 26, 2006, and I'm certain everyone has gotten a 14 be designed to supplant a single day of hearing on the 15 copy based on the number of responses. This came from 15 east side. RNP supports the local hearing process, and 16 Renewable Northwest Project, Ms. Drummond, from your 16 the intention of this extra hearing day on the west side 17 client, and was signed by Mr. Gagliano and also signed on 17 is simply to provide additional public input and make it 18 behalf of Tony Usibelli, the Director of the State easier for folks on the west side to come and offer their 18 19 Community, Trade, and Economic Development requesting that 19 input regarding the project, and certainly the Council has 20 we hold an additional public hearing in Western Washington 2.0 statutory authority to do so. 21 in King County I believe. 21 The rationale for this is that I think that 22 MS. DRUMMOND: Yes, that is correct. 22 how Washington State meets its energy needs will be one of 23 JUDGE TOREM: What I plan to do first is I 23 the most, if not the most, critical issues over the next 24 want to hear in sum from you or Mr. Gagliano the reason 24 several decades. The current approach to energy is it's 25 for the request and its timing. Then I want to hear from 25 not sustainable over the long term and we're facing Page 9 Page 7 1 the Counsel for the Environment and to hear what 1 unprecedented environmental and local questions over 2 Mr. Tribble's response to this is based on representing 2 energy use over the next few decades, and these issues are 3 the interest of the public. Then I'm going to ask 3 not bounded by the mountain range that divides the east 4 Mr. Hurson to give us his response from the County's 4 and west side but impacts all of the citizens of 5 5 Washington. perspective and then hear from the Applicant and any other 6 intervenors that feel that their opinions haven't already 6 With regard to air quality, many people may 7 7 been voiced by others tell us their position. not know, but the state attains roughly 13 percent of its 8 8 The Council has received a number of letters energy needs from coal, and attaining energy from wind 9 9 projects avoids the impacts associated with coal such as mainly against this proposal but a few in support. Those 10 have all been distributed, and I'm assured that the 10 greenhouse gasses, sulfur oxide, nitrogen oxide, etc., as 11 Councilmembers have reviewed them, know essentially what 11 well as similar compounds from natural gas facilities. 12 those letters say. And if there's anybody keeping tally, 12 I would point out that throughout the United 13 I'm not sure, but that the main swell of responsiveness 13 States if you look at coal plants that are planned only 16 14 14 percent of these are "unclean" coal. Also wind plants has not been positive. 15 save the state on water usage. For example, a 16-megawatt Let me state up front that I have reviewed 15 16 the law on this, and if you look at RCW 80.50.090, 16 project can save approximately 95 million gallons of water 17 Subparagraph 4 does give the Council ability to hold 17 compared to natural gas facilities. 231 million gallons 18 additional public hearings on any case that it deems 18 of water annually compared to coal. 19 necessary. So there's not a question of what's lawful or 19 JUDGE TOREM: Ms. Drummond, let me interrupt 20 what's not. It will simply be a question if the Council 20 for just a moment because much of the background you're 21 deems this appropriate under what it needs to do in this 21 giving me is where Renewable Northwest's position would be

3 (Pages 6 to 9)

and why it exists. The Council is clear on that and we'll

get to plenty of testimony as to why the wind project

should or shouldn't be treated favorably when we're in

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Ellensburg next month.

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particular case.

I will also state that as far as I've been

is a matter of first impression to be asked to hold an

educated by the rest of Councilmembers and our staff, this

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MS. DRUMMOND: Yes.

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for a public hearing--

JUDGE TOREM: What I want you to focus on if you can keep it very precise and to the point of why should we adopt an additional I guess the more process rather than less approach is what I hear the letter suggesting. I'm glad to see you did bring up the clarification to begin with that this proposal was for an additional public hearing. Some of the responses have been a little bit more well concerned that the entire process would be picked up and moved to the west side. That's clearly incorrect and not what your client is asking for. Again, tell me if I'm wrong. You're asking

MS. DRUMMOND: That is correct.

JUDGE TOREM: --that will simply allow members of the public that don't choose to travel to Ellensburg or submit written testimony in its place to actually have a face-to-face voice with the Council for their three minutes or whatever we allocate and then sit down and we can hear those perspectives from this side of the mountain range.

MS. DRUMMOND: That is correct.

JUDGE TOREM: So is there anything else as to what this meeting in King County would do that wouldn't be accomplished in Ellensburg? Perhaps is there a reason

Page 12

2 or a local issue as much as it is focusing on the 3 environmental aspects of the project. And so CFE is

4 willing to leave this up to the voices that have been

heard and certainly the determination of the Council.

JUDGE TOREM: All right. Mr. Hurson, I had you next in line. What does the County feel about having an additional public hearing in addition to everything else that's scheduled in Ellensburg for the Council to pick up some other public feeling on this project?

recommend one way or the other making it a regional issue

MR. HURSON: Jim Hurson, Deputy Prosecutor. I think Ms. Drummond's argument basically explained that there was no necessity for it, and I think that's one of the questions here is, is this necessary for the process. She has an advocacy position she wants to present, but she really hasn't shown any necessity for this.

There would be a cost. If this is going to be part of the hearing process, that would require myself and all the other intervenors to travel over to Western Washington for another hearing. That's travel. That's time. That's expense. That's hotel. That's meals. That's inconvenience. Because that would be part of our process we would need to travel. Anybody who wants to participate or testify or present evidence at the hearing can do so in Ellensburg. If it's too inconvenient for

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that a number of RNP's clientele or the folks you represent can't travel to Ellensburg or shouldn't?

MS. DRUMMOND: Well, certainly RNP is planning to travel to Ellensburg, but RNP doesn't feel that it's not unreasonable to hear from the west side residents or make it easier to hear from those residents. We feel that this is a small request; that it does not put any burden whatsoever on any of the intervenors, but it would make it easier for other members of the public to come and testify should they choose to do so.

JUDGE TOREM: Let me note that Tony Usibelli has just walked in and joined us.

Ms. Drummond, so I think I understand the RNP request. We've got that now for the record.

Let me ask if Counsel for the Environment has a position, and what I'll do for Mr. Usibelli's benefit as a representative signatory on the letter is come back to him last and get his feedback on behalf of Community, Trade, and Economic Development.

Mr. Tribble, does CFE have a position on this request?

22 MR. TRIBBLE: This is Mike Tribble. CFE 23 does not have a position on this request solely for the 24 reason that I think this is more of an issue of advocacy, 25

and up to this point our position has been not to

Page 13

them to come to Ellensburg, I would suggest that it's not that important to them. They can submit something in writing. If something's important, someone can travel. I came over here for the prehearing conference. The Applicant has all their attorneys here for the prehearing conference. You folks made it. It's all a matter of choice.

Frankly, all the written comments you have in the record show that there's not any need for another hearing on the other side. People send in their e-mails. They send in their letters. Their positions were able to be heard, and, frankly, the issue here I'm trying to think of who these unknown people are that supposedly are going to come testify because I haven't heard any new people come and say we need to come testify. All the people that have provided you input for or against in writing are all people who have participated, all people who have made it to hearings in Ellensburg, all people who have been able to participate in this project as far as I can tell unless they managed to find someone who didn't, but that's as best I can tell.

So the question here isn't a referendum on wind farm good, wind farm bad, and I know that kind of seems to be RNP's position or theme. But we approved Wild Horse which is one of the biggest wind farms in the state.

4 (Pages 10 to 13)

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So to somehow try to turn this into that kind of a referendum that Kittitas County is trying to fight this simply isn't true, and I'm trying to think of what these unknown, unnamed people what information they could have other than perhaps being a cheerleader.

They don't know the things about the site specific land use issues. If they do, they've probably been to our hearings and traveled to Ellensburg and will make the trip.

So I think it's an unnecessary expense. Frankly, it will delay the process. If we're going to get this done, let's get it done. It's going to cost the Council. It's going to cost the parties money and time, and I don't believe it will add anything. So it's clearly not necessary.

I guess the one thing I did mean to mention is if you're going to do one here, why aren't we doing one in Spokane or in Richland or in Omak or in Vancouver or in Portland or in Sacramento or in Phoenix? because we're all in the western grid. JUDGE TOREM: Within Washington point taken.

22 All right. From the Applicant what's you're perspective? 23 MR. PEEPLES: First of all, I want to rebut 24 the issue that this is a first impression. I mean going 25 back in the days of the nukes, pipelines, through Creston else in this state to allow citizens to voice their opinion period.

I'm kind of astounded that the County itself who is a public organization would try to say no. This should be only exclusively heard in this County so only our people can conveniently get there. So just on that principle I believe that the decision should be made, and I think the request is reasonable and I believe it should be allowed. This is a state-wide issue. It's just not a local issue. The local land use issue is a local issue. Beyond that it's of state-wide significance.

JUDGE TOREM: Other intervenors that want to voice their position on this?

Let me start and ask for Mr. Lathrop, Mr. Slothower, do you have comments on his behalf? MR. SLOTHOWER: Yes, just briefly. First of

all, the letter that we received initially that made the request indicated that most of the power would be consumed in Western Washington, and I'm not sure that that's accurate. I haven't seen anything in the record to suggest that.

More importantly I want to echo and take Mr. Hurson's comments a little further. It is not a referendum on the wind power that we're talking about. This is a siting question. It's not whether we should

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1 plant, we've always had hearings both in the locality and 2

in Olympia, and in certain situations in other places of

the state. So this is not the first time EFSEC would have

4 a hearing up in another place other than the locality. Up 5

to the last probably two applications that was the norm.

They have them in other locations including the local

location.

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When you talk about going to Ellensburg, you do cutoff people. Maybe I have the ability to go, but if you have a citizen who has a view and this is something of state-wide importance. It's not merely a local thing. You mentioned the number of people opposing it. There's a number of people who came in opposing it. I think if you check the names, you will find that they are the local opposition. So I don't think you can count numbers and

come up with anything. I think the issue of cost, government cost. To open a process up to the people costs. If we want to talk about no cost, then probably the best would have just a hearing in Olympia and limit public participation. That would be less costly. I think EFSEC has always been open to inclusivity of allowing people to voice their opinion in front of the Council. I think this is just another one. I don't think it's of any great adverse effect on anybody to allow another hearing in Olympia or anyplace

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1 have wind power. It's whether we should have wind power

2 in this particular location, and I think that that

3 requires an analysis of the particular location, and

4 individuals who are not familiar with this particular

5 location live in another local and may not know anything

6 about the location, don't have anything to add to that

7 question. It's a siting question. So the siting should 8 be determined locally based upon local impacts of the

siting.

It's clearly a state-wide question on whether we should use wind energy to augment our power supply, but this is not about that question. The issue that you're going to have to decide is whether this particular site is the appropriate site for this type of facility so we would opposed the request.

JUDGE TOREM: All right. Thank you, Mr. Slothower.

Ms. Strand, anything from the Economic Development Group?

MS. STRAND: Yes. My comment would be that I would think that holding additional hearing would certainly be appropriate. We would certainly want to make certain it wasn't taking away from any kind of hearings here in Ellensburg.

JUDGE TOREM: Mr. Garrett, on behalf of

5 (Pages 14 to 17)

Page 20 Page 18 1 ROKT? 1 comment. This has moved from a local to a state-wide 2 MR. GARRETT: Yes, on behalf of ROKT, I 2 process, and we find it difficult as a state agency to not 3 would like to say that we oppose this particular thing, 3 allow this. 4 and I agree with Mr. Hurson, as well as Mr. Slothower that 4 I think the suspicion that people may be 5 this is basically an issue over local siting. It's not a 5 more in favor of it on the west side than locally, that's 6 referendum on wind power. As far as letters that have 6 very possible, but you certainly could have other projects 7 7 come in if you look at the signatures, it's all people that come before EFSEC where you might have a local 8 8 local that are opposed to the project. If you look at the support and other types of opposition or other opinions. 9 handful that came in for these are people that are local 9 So I think it's not an unreasonable precedent to establish 10 people that support it; so I just think that's really not 10 or perhaps if, and I've forgotten this, but perhaps to 11 even reestablish with respect to EFSEC. That is our the issue. 11 12 The other thing is the record as it stands 12 position. 13 13 I did speak with RNP, and I believe in the now for this particular project going five years long is 14 already extensive. It's going to contain several bankers 14 letter there was sort of a factual mistake which said that 15 boxes. If you open this door up for this particular type 15 the power will be used in Western Washington. We do know 16 16 of meeting within the Seattle area, just as Susan Drummond at least at this point as far as we know there aren't firm 17 17 contracts. I think the terminology would be may be used starts talking, you're going to have a bunch of people 18 by consumers in Western Washington. 18 come in and tell you why wind power is good, why coal is 19 bad. We can't count water as a renewable resource even 19 JUDGE TOREM: Thank you, Mr. Usibelli. 20 2.0 though seven percent of our power comes from water, and Any other intervenors or parties who wish to 21 this is the type of stuff you're going to hear which is 21 say anything else before I turn it over to the Council for 22 22 their deliberations? just going to choke up the record even more. I would even 23 23 doubt the majority of the people who would come to testify MR. FRYHLING: This is Dick Fryhling. Can I 24 24 even know where Kittitas County is let alone what the ask Tony a question? 25 25 issues are. The issue is local siting. So that's what JUDGE TOREM: Please. Page 19 Page 21 1 our position is. Thank you. 1 MR. FRYHLING: Tony, is this a policy of the 2 JUDGE TOREM: All right. Thanks, 2 energy office? 3 Mr. Garrett. 3 MR. USIBELLI: This is a policy with respect 4 Councilmembers, I am going to ask 4 to our division. That's correct. 5 Mr. Usibelli and then I'll have you prepare whatever 5 MR. FRYHLING: If you're going to sign this 6 comments you have and we'll deliberate as to whether this 6 letter why didn't you put it on agency letterhead? 7 is something we want to add in this process. 7 MR. USIBELLI: We were another signator. We 8 Mr. Hurson, could I have you swap chairs 8 were asked to be a signator on this. It seemed reasonable 9 9 with Tony Usibelli? so we added our signature to it. You may be right, Dick. 10 MR. HURSON: Sure. 10 It may have been more appropriate to add it and have the 11 MR. USIBELLI: For the record, Tony Usibelli 11 same letter on our letterhead. 12 with Community, Trade, and Economic Development. First of 12 MR. FRYHLING: Well, let me ask you one more 13 all, I apologize for arriving late and not having an 13 question. Are you a member of the Renewable Northwest 14 opportunity to hear everyone speak. As indicated we are a 14 Project? 15 signatory on the letter and believe that holding an 15 MR. USIBELLI: We are not. 16 16 MR. FRYHLING: Then why are you signing on additional hearing in this state is a reasonable 17 accommodation. You will note that the letter is not 17 their letter? 18 asking for a series of hearings around the state. 18 MR. USIBELLI: Well, we were asked and 19 19 We were approached by one of the other thought that it was a reasonable issue to support. I 20 parties, Renewable Northwest Project, with respect to 20 guess, Dick, I would just reiterate the points that I made 21 this, asked about what we thought about it, and thought 21 earlier. 22 that our perspective as a state agency is that this is a 22 MR. FRYHLING: Okay. 23 reasonable accommodation by the Council. There are some 23 JUDGE TOREM: Other questions for the 24 costs involved in that, but that they should not be 24 parties? 25 25 MR. SWEENEY: Yes, I have a question for excessive and the opportunity for others to provide

6 (Pages 18 to 21)

Page 24 Page 22 1 Ms. Drummond or the other requesters of this hearing. Do 1 Troy Gagliano just to add onto that. No, I haven't. I 2 we anticipate this hearing to address the issue of land 2 mean I thought or calculated how many people would be 3 use consistency or is there the other elements of the case 3 there. It's just generally that EFSEC has state-wide 4 that it will address? Ms. Drummond? 4 jurisdiction. People from across the state should be 5 JUDGE TOREM: Ms. Drummond, did you hear the 5 heard on this. I know there are a lot of organizations 6 question? Ms. Drummond, are you on the line still or 6 and individuals and businesses who are interested in 7 7 Mr. Gagliano? having their word heard on this to EFSEC since it's now ar EFSEC state-wide process. 8 MR. GAGLIANO: Yes, Gagliano is still here. 8 9 I don't know what happened to Susan. 9 JUDGE TOREM: This is Patti Johnson from 10 MS. DRUMMOND: I'm sorry. I am still here. 10 Kittitas County's representative. My question is why have 11 Would you like me to address that question? 11 we not heard of having any public hearings on this side of 12 MR. SWEENEY: I'll reiterate the question. 12 the state until now? We are approximately 30 days away 13 I want to know if this hearing is going to contribute to 13 from the hearing and this is coming up. To me it's a very 14 14 late date to be bringing this up. the land use consistency part of our decision? 15 MS. DRUMMOND: It would potentially address 15 MS. DRUMMOND: Well, certainly this process 16 both. It would depend on what the public testified about, 16 has gone on for a long time, a lot longer than perhaps 17 but I mean the public could be expected to address land 17 certainly some other projects I've worked on. But I don't 18 use consistency issues as well as impacts state wide which 18 think that--I mean I think there is adequate time. It is 19 EFSEC does address in its decision making, not just local 19 not yet September so I do believe that there is adequate 20 20 interest but state-wide interest as well. time to hold another public meeting, and we did not state 21 MR. PEEPLES: Could I assert something? 21 a specific date in the letter so there is flexibility on 22 JUDGE TOREM: Mr. Peeples. 22 that point as to when it would be scheduled. 23 23 MR. PEEPLES: I don't know. I was not MS. ADELSMAN: I have another question. 24 24 really party to the letter request, but it seems to me This is Hedia Adelsman. If the County did not vote 25 EFSEC we have adjudicative hearing and then you have a 25 against the project, would you think you would have asked Page 23 Page 25 for the hearing on the west side also? 1 public comment section where the public can comment on 1 2 whatever they want to. I'm assuming, and I wasn't part of 2 JUDGE TOREM: Ms. Drummond, did you hear 3 3 that request, but I'm assuming what they're requesting was that question? 4 a public comment hearing just like you have a public 4 MS. DRUMMOND: No, I'm sorry. I did not. 5 5 comment hearing in Ellensburg. It would be the same thing JUDGE TOREM: Councilmember Adelsman was 6 where the public can get up and make any comments they 6 asking I think it's fair to say the question is whether 7 7 wish which historically EFSEC has never limited as to what you were motivated in asking for this by the county 8 is the scope of the comment. It might limit time. 8 council's decision to not permit the project essentially 9 MR. SWEENEY: But we have had hearings that 9 in its process. MS. DRUMMOND: No, I think the motive for 10 are strictly for land use consistency issues and also for 10 11 the rest of the case. I was just curious as to whether 11 the request was more to provide an additional opportunity 12 Ms. Drummond was anticipating testimony being addressed to 12 for the public, for members of the public that are not on 13 land use consistency. It sounds like she has, she is. 13 the east side. No, I don't believe the motive had to do 14 14 The second question I have is that what kind with the County's position, no. 15 of expectation do you have in terms of numbers of turnout? 15 JUDGE TOREM: Councilmembers, any other 16 I mean is this something that you've come to as a result 16 questions for the proponents or the opponents of this? 17 of your members saying that you would like a hearing in 17 Mr. Hurson has something to add. Sir. 18 King County? 18 MR. HURSON: Just I kind of want to make a 19 MS. DRUMMOND: I think that technically I 19 comment because I'm sitting here and I'm a citizen of this 20 might be able to speak to that. I do not have an estimate 20 state, and what I'm finding here is a troubling belief 21 on the numbers of people that might attend. It would be 21 apparently that this is an east side versus west side, and

7 (Pages 22 to 25)

I'm not quite sure where that's coming from.

MR. FRYHLING: I can't quite hear Jim over

JUDGE TOREM: I'll have him step up, Dick.

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the phone.

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treated like any other public comment session which there

MR. GAGLIANO: I would, if I may, this is

would be time limits and whoever wished to provide

comments would then be allowed to speak their piece.

Page 26 1 MR. HURSON: As I'm listening to the 1 geographic areas to attend and state their views. 2 2 JUDGE TOREM: Councilmembers, any other conversation as a citizen of this state, I'm finding this 3 as kind of a troubling characterization because it seems 3 questions for the parties, proponents or opponents of 4 4 this? to be trying to be turned into a west side versus east 5 side controversy, and I find that kind of inappropriate. 5 Seeing none, then I would ask that the 6 The question is where is it going to impact; where is it 6 7 7 suppose to belong. I am hard pressed to figure out where is a more centrally located place in the State of 8 8 what we're going to do. 9 Washington to hold a hearing than Ellensburg, Washington 9 Chairman Luce. 10 We're in the middle of the state. If this is a thing that 10 11 this is one state and one issue, you've already got the 11 12 perfect location. It's in the center of the state. It's 12 13 three hours to Spokane, only two hours to Seattle. It's 13 theirs. 14 two hours to the Tri-Cities. It's three hours to Walla 14 15 Walla. So we are centrally located. It's an issue that 15 16 16 directly impacts Kittitas Valley. It's centrally located. 17 People can provide their information. 17 18 And EFSEC stands for Energy Facility Site 18 19 Evaluation Council, and, frankly, all this is they want a 19 20 2.0 west side thing hoping that RNP can get their people to 21 come and try to pretend that this is some sort of 21 22 22 referendum on whether wind farms are good or bad which 23 23 isn't the issue. So public access is great. We've got

Council have its discussion here, and that at the appropriate time someone move for a vote, and we'll decide

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CHAIR LUCE: Well, the Chair would yield to other Councilmembers to state their position. I have a position which I will state after others have stated

MS. TOWNE: A question for the Council and the Administrative Law Judge, Mr. Chairman. I did not participate in the initial sessions of the Kittitas Valley Power Project going back three and a half years. I came along at the three-year mark or the six-month mark in the history of this Odyssey. I have heard anecdotally from other Councilmembers and staff that commitments were mad that all hearings would be held in Ellensburg. I would like someone to speak to that so I have a clear picture of what was committed to by the Council or whoever was presiding at that time.

CHAIR LUCE: This is Mr. Luce. I think I

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MS. DRUMMOND: This is Susan Drummond. I can provide some clarification on that. JUDGE TOREM: Yes, please, if you will.

public process. We've got public access in Ellensburg.

It seems to be just an unnecessary ploy.

Then I think we'll close the debate on it. Maybe if the Applicant has one further thing after you, Ms. Drummond.

6 MS. DRUMMOND: Okay.

> JUDGE TOREM: But then I'll have the Council.

MS. DRUMMOND: RNP does not view this as ar east side versus west side thing. I want to make that very clear. We're very supportive of the local process,

12 believe the hearings should be in Ellensburg in which they 13 are. All that RNP is asking for is one single additional 14 meeting to make it more accessible for other citizens to 15

participate in what is a state-wide review process.

16 That's all. 17

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JUDGE TOREM: Mr. Peeples.

18 MR. PEEPLES: I think you should read 19 80.50.010 that sets out the purposes for EFSEC. It is not 20 uncommon at all to have hearings on all sorts of matters

21 that I've been involved with, including ones that EFSEC

22 has had on the east side and on the west side. That's a

23 normal thing that happens, and this affects all the

24 citizens state wide; and it seems to me it's not

25 unreasonable to make it easier for people in different Page 29

would say two things. First of all, the commitment was that the hearings would be held in Ellensburg to the greatest extent possible, and I think we've satisfied that commitment. We did not have at that time, and it certainly would have been better if we had at that time, a request for what I would say as a public meeting, open mic, if you will, session to have comments elsewhere, and Renewable Northwest has made their request and it speaks for itself. We have had meetings and hearings with some here in Olympia where people have been able to state whatever their given opinion was on a specific issue.

So I guess I would summarize that by saying we committed to have hearings, as many hearings as we could in Ellensburg and we've done that. We've had some meetings in Olympia. The question now before us is should we have an additional public meeting, and I'll say open mic again elsewhere than Ellensburg. It's a reasonable policy question, and Councilmembers will have to express their opinions on that. I don't think we have taken a position that we would not under any circumstances hold another public meeting elsewhere in the state.

MR. SWEENEY: I have another question I guess for the Judge. If we decided to hold this hearing is there any idea of how we would work this into the schedule? Would it be before our time in Ellensburg or

8 (Pages 26 to 29)

1 after or early September?

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JUDGE TOREM: I haven't given any thought, Tim, whatsoever to when this would be fit in. The only impact it would have if it's held after the close of the adjudication and the cross-examination of the witnesses, then we wouldn't be able to expect the parties to know what the complete record is until this additional public session, if there is one, is held and perhaps until it's transcribed some weeks later and the record is then out there for folks that don't attend to at least have that portion to review in making their post-hearing briefs. So I don't know. It could impact our post-hearing schedule deadline, but there's no reason it would impact the current items that are set.

MR. SWEENEY: Then I'll go ahead and go off of that and make my comments on this. I do believe that we're a state Council and that a reasonable request for a hearing in another locale should be honored. I'm not quite sure exactly how much contribution this will be, but one of the parties is requesting it. I recall several property owners being from the west side so hopefully this will be a convenience to them. They won't have to drive to Ellensburg, but my support would be contingent on this working on the schedule though the request has come late in the process and our schedule is set. And I don't want

Kittitas County. I think we should stick to that.

CHAIR LUCE: Judy. I'm sorry, Judy.

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MR. FRYHLING: What I want to say is again it's not necessarily a promise, but we mentioned a number of times to the public and meetings in Kittitas we would hold these hearings in Ellensburg as we needed, but if there's other extenuating circumstances we could hold them someplace else. At this point in time I don't think there is extenuating circumstances. Anybody can drive to Ellensburg and preside in these hearings. If you need another hearing, we'll be over there for two weeks. We could have another night available for another hearing then. So I don't see the advantage of us taking a hearing to the west side and making this process any longer than it has been which is three years plus now. So that's my thoughts on this. I don't see an advantage in having anything on the west side at this point in time.

CHAIR LUCE: Thank you, Dick.

MR. FRYHLING: Up to three years it would have been a good thought but not now.

JUDGE TOREM: Thank you, Dick.

MS. WILSON: I guess I'll preface my comment with a question. Is there ever an end to when we take

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this to be one that slows this process down any further than it already has been. Assuming we can put this into the schedule in a rational way, I can support that.

CHAIR LUCE: Other Councilmembers care to comment?

I'm sorry, Dick. Patti has just raised her hand. You couldn't see that.

8 JUDGE TOREM: We'll take Patti's comments 9 and then yours, Dick.

MR. FRYHLING: Okay. Go ahead.

11 MS. JOHNSON: I would like to reiterate what 12 Chris has said. Early on in the process we had talked

13 about having the hearings in Ellensburg in Kittitas County

14 where it is being sited and people have come from King

15 County to Kittitas County to speak. We have heard them.

16 They have submitted written comments, and now we're at the 16

17 last minute. As I said earlier, we have less than 30 days

18 before the hearings are suppose to start. We are going to

19 try and put in another hearing in another location, and

20 I'm with Tim. I don't want to slow down the process. I

21 mean it's been slow enough. We've been doing this for

22 over three years. I really want to get this thing moving.

23 One way or the other I think we need to make a decision,

24 but I don't want this to slow down the process. We've

told people that we were going to have hearings in

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comments on this adjudicative process?

JUDGE TOREM: Certainly we would anticipate closing the record on the last day of the adjudicative proceeding. The statute and the regulations give us a lot of flexibility, Judy, but like Patti has said we need to make a decision at some point and we've had this come up to the brink of having the adjudicative hearing and not doing it. If you look at previous applications, and particularly the Kittitas Valley case, what we did was hold the adjudication and it got shrunk down from the original number of days based on the stipulations and agreements; but we still held our public hearing within the scheduled dates, and the public hearing could have been extended to an additional night if there was sufficient demand; but it would have been done prior to the last scheduled day of the hearing.

That's the plan right now as Irina and Allen are working on the schedule, to hold a public hearing, if necessary schedule a second night, and the adjudication would continue thereafter. There will be a deadline set for the submission of written comments, and that will be the final date. The only other items that would come in thereafter won't be part of the factual record, but the arguments from the parties would still be coming in on the briefing schedule that we would set afterward.

9 (Pages 30 to 33)

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MS. WILSON: Well, I would say that I'm new to this process and to this case so I'm not privy to the previous commitments, but I found the request for a public hearing on the west side of the state to be fairly late in this process and we are in an era of technology. We have received e-mails and faxes already, and I think there is ample opportunity for people all over the state to make comments on this process as long as we make it clear how long we are going to take it.

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10 However, if we do have an additional public 11 hearing, I think it needs to be prior to the hearing in 12 Ellensburg, and I would suggest we make it as part of our 13 meeting here in September to take the testimony. We are 14 already having a meeting. This is the west side of the 15 state and the testimony could come in at that time, but I 16 think I would hope that as a Council we would set up some 17 kind of future policies around how we determine where 18 hearings are going to be held and at what point in a 19 hearing needs to be requested because I think it makes 20 this difficult. So I would vote that either we don't have 21 a hearing after we have finished in Ellensburg, and if we 22 have one, it needs to be held prior to going to 23 Ellensburg, and I would suggest that we have it at the 24 meeting we have scheduled here in September. That's not a 25 motion. That's just a comment.

The other thing would be why not set up a telephone at the public hearing we schedule for when we're in Ellensburg and if those folks want to call in on the phone, if they want to hear it, they could do that. It's just that we're in an age of technology, and there's really ample ways for people to get information. Just given the late date, I just as soon we do that.

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CHAIR LUCE: Thank you. 8 9

Hedia.

MS. ADELSMAN: Go to Chris first.

CHAIR LUCE: No, you've got to give yourself a chance.

MS. ADELSMAN: I think I agree with Judy. I think the request came really late in the process. Really it's very difficult for me to not tie it back to the fact that in this particular case the county was not favorable and some things like maybe I don't know what's behind the request. It didn't seem at least I was convinced there's a necessity for it, and I feel this is a really big issue and has been on the table for so long we should have really had the request at least several months ago, at least even three months ago. So I'm inclined to not go along with the request.

CHAIR LUCE: Chris.

MS. TOWNE: I listened with care to

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MS. ADELSMAN: You're saying here in Olympia?

MS. WILSON: Here in Olympia. CHAIR LUCE: Point of clarification. Is the

Olympia portion of your suggestion hard and fast? I mean Olympia is the capital of bureaucracy with all due respect. If you look to the left or if you look to the right, there are a lot of bureaucrats around here, and I think one of the advantages to going to Ellensburg, going elsewhere within the state is you actually talk to I'll use the word real people, and that's an advantage from my perspective. Olympia from Puget Sound depending on traffic is as far as it is from Ellensburg to the Puget

MS. WILSON: I guess I'm just really saying that my question whether there's a need to have another hearing on the west side given the comments made about the location of Ellensburg and the ability for people to write, fax, e-mail. I think that there is ample opportunity to provide this Council with comments and we have been reading mountains of paper.

22 So if the concern is that we aren't going to 23 listen to it or read the comments, I think that you should 24 not have that concern. People should not have that

concern because they are being read.

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Mr. Hurson's characterization of the case as being about where it is, and I certainly agree that having read the transcripts of all the planning commission and county commission sessions leading to the negative decision there was a paucity of testimony and evidence on matters other than siting. Not withstanding the name of our group, of our Council, I think 80.50.010 is instructive as to other matters that are necessarily of concern to the Council in making its decision.

With that said, I guess it's my old city councilman days coming back. I don't think you ever get in trouble for not having more public process. As painful and lengthy as it may be at times I am interested in what RNP and other organizations have to say about the appropriateness of the project, and I do not expect them to talk about setbacks from occupied residences so much as those larger energy issues found in 80.50.010. For that reason, I am prepared to support having such a hearing and also support Ms. Wilson's request that it be held concurrent with the September Council meeting. Thank you

CHAIR LUCE: Okay. I guess I'll offer my comments at this point in time. First of all, I think it's a particularly difficult call because it comes late in the process. If it had come earlier in the process, it wouldn't be anywhere near as difficult from my

10 (Pages 34 to 37)

Page 40 Page 38 1 perspective. I do believe that we are the State Energy 1 that constitutes my comment on this particular issue. 2 Facility Site Evaluation Council. I do believe with 2 JUDGE TOREM: Councilmembers, any other 3 Commissioner Bowen his testimony or his comment in the 3 discussion? 4 April 12, 2006 meeting of the Board of County 4 We've gone around the room and essentially 5 Commissioners where he said, "I remind everybody that it's 5 had a straw poll of items here. Is there any need for 6 well founded in terms of land use decision making that the 6 further discussion or are we ready to call the question? 7 7 mere existence of opposition or for that matter support MR. SWEENEY: What is the question? 8 8 JUDGE TOREM: I think someone will need to does not justify an approval or rejection." 9 I think that was a very appropriate comment 9 make a motion as to should we have this, should we grant 10 at that time and I think it's an appropriate comment at 10 RNP's request or not. 11 this time. A public meeting we keep using the word 11 MS. WILSON: I'll move we hold a public 12 hearing or meeting, but this is an open mic opportunity. 12 meeting on the west side prior to the start of the 13 That's basically what it is. I think if we hold it, it 13 adjudicative hearing which is September 18, sometime 14 should be held before the case in chief, the adjudicative 14 between now and then. 15 JUDGE TOREM: Is there a second for that hearing which obviously and most importantly would be held 15 16 in Ellensburg. 16 motion? 17 Renewable Northwest and I believe Northwest 17 MS. TOWNE: Second. 18 Energy group also was supporting this request represents 18 JUDGE TOREM: All right. It's been 19 significant numbers of individuals and organizations. The 19 seconded. For clarification because of your earlier 20 State Energy Policy Office has stated that this would 2.0 comments, Judy, can you tell us when the next scheduled 21 benefit members of the public, and I think that that's an 21 EFSEC meeting in September is so the Council knows what 22 important consideration. I think it is not impossible for 22 else they're putting on their plate. 23 23 people to send an e-mail or write or drive over the pass MR. FIKSDAL: I believe it's September 12. 24 24 or come from Walla Walla or wherever they may want to come It's the second Tuesday of September. 25 from, but I guess I view this Council as being in a 25 MR. FRYHLING: I've got a question on that. Page 39 Page 41 1 position where we should err on the side of hearing the 1 JUDGE TOREM: Yes, Dick. 2 public. And by that I mean live testimony as opposed to 2 MR. FRYHLING: This is Dick. 3 3 written remarks, particularly where a project has gotten a CHAIR LUCE: We hear you, Dick. 4 lot of public attention, state siting council, 4 MR. FRYHLING: Me? 5 5 particularly where the inconvenience to the Councilmembers JUDGE TOREM: Yes, go ahead. 6 6 MR. FRYHLING: If we're going to have it on is not really great. 7 It would require some adjustment to our 7 the normal hearing date are we going to extend our norma 8 schedule, but that to me is not a reason not to proceed. 8 meeting date to that evening? 9 9 The parties to the adjudication stated some of them that JUDGE TOREM: Well, the motion was just to 10 they may be inconvenienced. Well, inconvenience is 10 have one. It's not on a date certain. I just want to 11 important, but the overriding issue here is are we making 11 know now there's actually a motion before the Council to 12 the proper decision based on the evidence and information 12 hold a public hearing, an additional public hearing on the 13 before us. 13 west side prior to September 18, which is the first date 14 We've had other situations as Counsel for 14 scheduled for the adjudication. 15 the Applicant has stated and actually to jump start some 15 MR. FRYHLING: Okay. It didn't include at 16 of my brain cells in the past where we've had large, large 16 our regular meeting. 17 thermal projects where they have been elsewhere in the 17 JUDGE TOREM: No, I'm asking so that for the 18 state. I don't view this as an advocacy issue. Again, 18 sake of the discussion of this motion which has been seconded if it wants to get narrowed down to a more 19 this is we'll listen to the public or not listen to the 19 20 public or listen to the public in writing. 20 specific date. 21 So I would err on the side of listening to 21 Chris seconded it. So is there any 22 the public and I would support and do support a public 22 discussion about the motion itself or efforts to make it 23 meeting somewhere on the west side to be determined, 23 more specific? 24 preferably not in Olympia which I view as the capital of 24 MS. WILSON: I just said have one now and bureaucracy, prior to the hearing in Ellensburg, and so 25 between the 18th. The motion did not include a date.

Page 44 Page 42 1 JUDGE TOREM: I'm just trying to get more 1 typically been done in Ellensburg in all of our public 2 2 specificity out of the motion. meetings, and again my precedent only goes back a few 3 MS. WILSON: Why don't we deal with the 3 applications, but it appears to be held after work hours 4 4 motion first and then we'll find a date. as an evening session in the designated location. So with 5 JUDGE TOREM: All right. Is there any 5 that in mind, is that a motion? 6 further discussion just on the concept of having another 6 Councilmember Adelsman. 7 7 public meeting prior to September 18? MS. ADELSMAN: I think we should have it in 8 Is the Council ready to vote? 8 the evening. If we're going to have a public meeting, we 9 CHAIR LUCE: Call for the question. 9 may as well make it convenient to the public. We are now 10 JUDGE TOREM: Let me ask the clerk to take 10 it looks like we have it in the evening and not have it in 11 the roll of the Council, and if you vote yes, you're 11 Olympia, have it in Seattle is what my motion is to have 12 voting to essentially grant RNP's request and have an 12 it the evening and be in Seattle. 13 13 CHAIR LUCE: Would you amend the motion to additional public hearing at which members of the public 14 14 say Puget Sound? Here's my thinking. I'd like to find a could speak as Chairman Luce says in an open mic fashion 15 There will be no cross-examination or anything else, and 15 site in the metropolitan area. 16 16 MS. TOWNE: Greater Seattle area. it will probably be limited to two to three to four CHAIR LUCE: Which could encompass Tacoma 17 minutes depending on attendance. 17 18 18 If you vote no, you're essentially voting to for that matter or Everett where we have a--19 keep the status quo that the adjudication and all 19 MS. ADELSMAN: Greater Seattle area is fine. 20 20 associated public hearings would be held as scheduled CHAIR LUCE: Let me finish my train of 21 between the 18th and the following Friday. I believe 21 thought. --where we can find a site that is convenient to 22 that's the 29th of September in Ellensburg. 22 the public that doesn't cost a lot of money. 23 23 Clerk, would you call the roll and obtain MS. ADELSMAN: It has to be in the evening. 24 24 It cannot be in the daytime and in the greater Seattle the votes. 25 MR. MILLS: All right. Community Trade and 25 area. Page 43 Page 45 1 Economic Development? 1 CHAIR LUCE: Okay. That's great. 2 2 MS. TOWNE: Mr. Chairman, I move that staff MR. FRYHLING: Dick Fryhling votes no. 3 3 MR. MILLS: Department of Ecology? having heard the discussion by the Council and its 4 MS. ADELSMAN: Yes. 4 affirmative vote and subsequent comments about time of day 5 MR. MILLS: Department of Fish and Wildlife? 5 and general location, find a spot, find a date keeping in 6 MS. TOWNE: Chris Towne votes yes. 6 mind the statutory requirements for notice and the cost to 7 7 MR. MILLS: Department of Natural Resources? the agency, ultimately the Applicant, and so notify the 8 MS. WILSON: Judy Wilson, yes. 8 Council. 9 9 MR. MILLS: Utilities and Transportation CHAIR LUCE: Would you consider that an 10 Commission? 10 amendment to your motion, Hedia? 11 MR. SWEENEY: Yes. 11 MS. ADELSMAN: Well, I'd still like to have 12 MR. MILLS: Kittitas County? 12 it in the evening. 13 MS. JOHNSON: No. 13 MS. TOWNE: No, I said considering, taking 14 MR. MILLS: Chair? 14 into account that. 15 MS. ADELSMAN: Yes. CHAIR LUCE: Yes. 15 16 16 CHAIR LUCE: So the maker of the motion You want to announce the results of the 17 17 supports the amendment to the motion. Is there a second vote? MR. MILLS: The vote is five, yes; two, no. 18 18 to the amended motion? JUDGE TOREM: So there will be an additional 19 19 MS. WILSON: Second. 20 public hearing. Now, Council, is there a motion having 2.0 CHAIR LUCE: Second. 21 made that decision as a group as to when that meeting 21 JUDGE TOREM: All right. So essentially 22 should be held? The obvious time you're getting back 22 this motion in the discussion would be whether you're 23 together is September 12. Whether that is something to be 23 delegating to staff to find an appropriate time, location, 24 2.4 done during the regular Council meeting or if you're in the evening somewhere in the greater Seattle area. Is 25 25 attempting to facilitate public participation, what's that how you understand it?

12 (Pages 42 to 45)

Page 48 Page 46 1 MS. TOWNE: Yes. Thank you. 1 care of it with the preference for the 12th to make 2 MS. ADELSMAN: It has to be a location 2 economy of those folks that may have already traveled 3 that's going to be convenient to the people that are going 3 here, whether Council or other interested parties, to 4 4 to come. Olympia for the regular EFSEC meeting and then any other 5 5 business that might be conducted but then to hold a JUDGE TOREM: Right. Staff, any comments 6 that you want to address in taking on such responsibility 6 separate public hearing the night of the 12th in the 7 7 before they vote? greater Puget Sound area. All right. Councilmembers, 8 8 that seems to be the direction. All those in favor? MR. FIKSDAL: In our scheduling this do you 9 want to be consulted prior to the time that we schedule or 9 COUNCILMEMBERS: Aye. 10 10 JUDGE TOREM: Any opposed? look at your schedules? 11 MS. ADELSMAN: Yes, we do want to look at 11 So staff has their direction. As soon as 12 our schedules. 12 that's available, I anticipate even before the formal 13 MR. FIKSDAL: Or do you wish us to pick a 13 notice goes out, Irina, you'll send an e-mail to everybody 14 14 date and you will commit to be there? on the distribution list and we'll get that noticed. I 15 MS. WILSON: At this point I think you need 15 think it would be appropriate to make sure our notice is 16 to pick a date. 16 in the Ellensburg papers as well as the local papers of 17 MS. ADELSMAN: I'll let you know tomorrow. 17 the community in which the hearing is going to be held if 18 I don't have my calendar. 18 at all possible, but I want to make it clear to those 19 JUDGE TOREM: We certainly don't know today 19 folks that are in Ellensburg that you're certainly going 20 20 what facilities will be available, and typically it's ten to get one or two nights in Ellensburg of public comment. 21 days published written advance notice; is that correct? 21 There's no need for those folks to travel and speak at a 22 22 MR. FIKSDAL: For an EFSEC special meeting, meeting on the west side and there's no need for the 23 an open meeting like this is 24 hours is the legal 23 people on the west side to travel and say again their 24 24 requirement. No, I suspect that we would want at least a piece on the east side. Then we're going to get 25 week or ten days notification. 25 duplicative process, and there's really again as I think Page 49 Page 47 1 CHAIR LUCE: I would think we're going to 1 you quoted the commissioner from Ellensburg from Kittitas 2 have a meeting here on September 12. Right? 2 County, it's not a--we don't weigh the paper at the end of MR. FIKSDAL: During the daytime at 1:30. 3 3 the day or count up of the number of votes pro and con in 4 CHAIR LUCE: Let's do it at night. Let's 4 the making of a decision of this body. 5 5 CHAIR LUCE: It's not duplicative. It's just do it September 12, find a site in the greater Puget 6 Sound area, and we're going to be here, at least most of 6 duplicate. 7 7 us will be here on September 12 anyway, and we'll do it in JUDGE TOREM: Okay. Thank you for the 8 the evening. So that would be my recommendation to staff. 8 grammar. 9 9 And it is a public meeting so if not every Councilmember CHAIR LUCE: Just for the record. 10 10 can make it, you can read the transcript. I would JUDGE TOREM: That was a military term. 11 anticipate we will all be there, but that is an 11 CHAIR LUCE: Some of us would agree with you 12 appropriate way to handle issues that come before the 12 on that. 13 Council where somebody is not able to be physically 13 I think if we request a transcript, correct 14 14 present. me if I'm wrong, staff, but if we request a transcript be 15 JUDGE TOREM: So presuming that there's a 15 prepared shortly after the public meeting or hearing that 16 location and venue available on the night of September 12 16 that could be, and that's on September 12; that could be 17 is that what you're requesting? 17 prepared and be available to members of the public to look 18 CHAIR LUCE: Yes. 18 at on September 18 and during that time we're in 19 JUDGE TOREM: Additional discussion? 19 Ellensburg; is that correct? 20 MR. FRYHLING: This is Dick. The 12th or 20 JUDGE TOREM: The court reporter is nodding 21 the 13th I would much rather not have to make another trip 21 her head. 22 across the state. So if we could do it on the 12th or the 22 CHAIR LUCE: Well, then I would request that 23 13th of September, then I'd be over there. 23 the transcript that we produce or is produced as a result 24 JUDGE TOREM: So if I understand the way the 24 of the public meeting be available for members of the 25 public in Ellensburg to examine, and maybe we can make it motion is being recommended to staff, is that staff take

2.0

available in a couple of locations prior to that public meeting in Ellensburg so people can get down and look at it if they choose to do so.

JUDGE TOREM: If I understand what Chairman is asking, and, Shaun, if you can nod your head if this is feasible, is that when we arrive in Ellensburg on the night of Sunday I think the 17th, that that transcript will have been prepared and sufficient copies can then be distributed, whether to the local library and other places and the public in Ellensburg that feels that they missed something if they didn't travel to the greater Puget Sound area on the 12th or whenever the hearing is has a chance to review that and can then make their own comments perhaps responsive to that if they so choose on the public hearings that would be held later that week or the following week.

I believe right now we're leaning toward public hearings sometime in the first week of scheduled hearings.

That will work. All right. We will do that so that we can make sure that no one feels disadvantaged or prejudiced if they didn't travel to the hearing to hear what is said, and they will be able to read about it in the transcript not just in what the press might say.

Anything else on Item No. 4 then?

There was also some issues about economic viability of setbacks. We asked for analysis to prove it. They didn't supply us any so we take that as they've never actually done such analysis, and we'll just see how that plays out in the hearing.

If they suddenly come up with new information, then we're going to have a question about whether they were in fact responding appropriately to discovery. I don't know how that's going to play out so I want to let you know that. I don't have a formal request.

There were some other issues regarding some PSE matters. They had some concerns about some of the financial issues. So what I'm going to do is I'm going to send I guess you could say a revised or more focused one because I've been trying to get some background on what the RFPs look like and what's in there to try to just narrow the focus down and try to send that out to them on Monday, and the information would be very narrow in scope

The first one was fairly broad and just saying, okay, let's not get into your financial but some real basic information about it. If there's a problem with that response, I'll let you know, and I would assume that we'd be able to have that sorted out prior to the next scheduled hearing.

JUDGE TOREM: Okay.

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Let's move to Item 5 which is an update on the request for discovery. At our last prehearing conference in Ellensburg there was a question from the County, from you, Mr. Hurson, as to whether there might be an informal discovery request and response. I saw a copy, the Council did not, as to what the response filed by the Applicant was to your discovery, and I also believe in the envelope in front of you is the additional prefiled testimony that came in from a number of parties including the County as the deadline was on Tuesday on the 15th of this month. Did you anticipate that you're going to be filing any additional formal discovery request--or not additional--any formal discovery request that I as the judge might have to make a ruling or get involved on?

MR. HURSON: I don't know. The informal

MR. HURSON: I don't know. The informal discovery basically we sent them out. The Applicant sent us a written response and essentially said your answers are in the testimony and, frankly, I'm kind of surprised. But if they're saying the only thing was in the testimony that backs up the assertion, we'll see how that plays out in the hearing. We asked for some mapping documentation to describe turbine layouts. They didn't give us any so I guess they're saying they never actually prepared 65 turbine layouts in the entire span of the project, and

we'll see how that plays out in the hearings.

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Mr. Peeples, anything you want to add? It doesn't sound like there's anything formally before me at this point.

MR. PEEPLES: We will respond when we get something to respond to.

JUDGE TOREM: The hearing schedule itself we know is scheduled to begin for two weeks on the 18th. Is there any further update from the Applicant on putting together a witness list?

MR. PEEPLES: I talked with Counsel for the Environment yesterday, and I believe we will get on it real hard as soon as the rebuttal testimony is in. I don't think we can do anything until we have the rebuttal, the next set of testimony. Then we'll know what we have. I think anything we do before that will be kind of fruitless. I plan to use kind of the same form that we used in Wild Horse to send out to the attorneys--how much time, who do you plan to cross-examine and how much time--and then we'll put it together.

JUDGE TOREM: So at this point I think the rebuttal is next Tuesday?

MR. PEEPLES: The 31st.

JUDGE TOREM: 31st. Okay. So we'll have something for sure for the Councilmembers before the regular Council meeting on the 12th.

14 (Pages 50 to 53)

Page 54 Page 56 MR. HURSON: If I could. Just for one, I 1 MR. PEEPLES: Way before then we'll have 1 2 2 something out. The 31st, what day is the 31st? love the comment because that's frankly one of the 3 MR. HURSON: That's a Thursday. 3 concerns that the County's had. But as I understand the 4 MR. PEEPLES: We'll probably have something 4 timing is all of us are to have our supplemental opening 5 5 out I hope Tuesday. statements due the Tuesday after Labor Day. So it's a JUDGE TOREM: So shortly after the Labor Day 6 6 simultaneous filing, and it creates an interesting timing 7 7 weekend then. because if the Applicant does present to you a visual 8 8 MR. PEEPLES: Yes. Yes. diagram that shows 65 turbines on it that will be the 9 JUDGE TOREM: Other procedural matters as 9 first time that ever happened. 10 10 needed? JUDGE TOREM: And we recognize that. 11 I had one item that as I looked through the 11 MR. HURSON: It kind of puts me at a 12 saga that we've been through to get to this point. We're 12 disadvantage to even do my opening statement. 13 going to have a hearing starting on the 18th of September. 13 JUDGE TOREM: Well, that's what post-hearing 14 14 There was brought up at the last prehearing conference in briefing is all about. So when we have surprises, and 15 good faith I believe a question as to what is before the 15 there may be some, they can be dealt with appropriately. 16 Council now in 2006, and as I go through the -- I haven't 16 I recognize that this illustration is to have the 17 read all of the additional supplemental testimony. 17 Applicant to say what has been the effect, if any, and it 18 18 Perhaps the answers are in there. What I want to may be none, over the last couple years of process of stor 19 encourage the parties to do is in their opening statements 19 and start, stop and start, and supplemental EISs along the 20 20 when they file anything supplemental feel free to include way. 21 some kind of pictorial or illustrative exhibit to show the 21 And based on all the process that occurred 22 22 in Kittitas County there may be something different than Council this is the concept for the range or the actual 23 23 project that's our issue. is there. I understand a scaled down version presented in 24 24 So for the Applicant if there's some kind of the County hearings and the rest. This is just an 25 diagram that says this is the current summary of the range 25 opportunity to sum it all up and rewrite that opening Page 57 Page 55 1 of issues we're doing to help the Council know where they 1 statement to what the status is today. 2 2 Previously I think it was the same are and be on the same page with you when we start 3 3 testimony and cross-examination on the 18th. There is I disadvantage, Mr. Hurson, that opening statements were due 4 think Judy has the benefit of not having been up and ready 4 and weren't responsive in any way. People knew what their 5 5 to go on the brink of hearing two years ago, but we're intervention was about, and that's what their opening 6 back to a point where I want to make sure the Council is 6 statement was about. The cross-examination that's when 7 7 focused on exactly what's before it on the KV project and you can take people to task if you think it's necessary. 8 not confuse it with what might have been the KV project 8 MR. HURSON: Thank you. 9 9 two years ago and what was the Wild Horse project last JUDGE TOREM: Were there any other 10 year. 10 procedural issues that the Councilmembers wanted to ask of 11 But it's an opportunity to say please add a 11 the parties or did I do that well enough? 12 few pages to your opening statements from the Applicant 12 CHAIR LUCE: You did a good job. 13 13 JUDGE TOREM: Seeing none from the Council, and from the other parties as well if there's something are there any other procedural matters we need to discuss 14 that you can do to summarize or show what your current 14 15 before September 12, if we need to even have this on the issues are. If any of those have morphed since the last 15 16 16 time around, let's focus on those and make sure that docket for the regular Council meeting? 17 there's something summary for the Council to really hang 17 CHAIR LUCE: The only question I guess I 18

its hat on as I know what your intervention is about today 18 would have is do we want to schedule just for planning on September 18, 2006 if it's changed when the original 19 purposes only another prehearing conference on the 12th? 20 And I'm not suggesting that -- I don't know of anything intervention orders were granted some years ago. I just want to make sure that the Council 21 that's going to come up now. All right? I'm just has all the benefit it can to know where the ball is when 22 anticipating if there is nothing that comes up, then we 23 scuttle it. If there is anything that comes up, we've got we start, at least from where all the parties think the 24 it scheduled. Councilmembers are probably all going to be ball should be. There may be some varying 25 here anyway. We could postpone that I suppose until

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recommendations.

Page 58 Page 60 1 September to figure that out, but just an idea that if you 1 We'll see. 2 did it now, something comes up, it's done. 2 CHAIR LUCE: There's no harm. 3 JUDGE TOREM: It appears to me there's no on 3 JUDGE TOREM: Mr. Hurson. the docket really necessary hot issues that are going to 4 4 MR. HURSON: Jim Hurson, Deputy Prosecutor. 5 come up that have been cited today and the witness 5 I think having one scheduled makes a lot of sense because 6 schedule is going to come up. If we schedule a prehearing 6 if something comes up, we've already got a time scheduled. 7 7 conference as part of or immediately following the regular It's the week before. I'd hate to have a situation where 8 or immediately before the regular meeting that same day, 8 there's an issue that's of concern it has to be decided 9 it makes sense if we need one. 9 the first day of the hearing, and then it has to be, well, 10 Staff, what's the process of a week ahead of 10 we're already starting this so it's really too late to fix 11 hearings that we need to have yet another meeting or will 11 the problem. The 12th you're already having the monthly 12 we at least have everything set that needs to be done on 12 meeting, and you're going to have the public hearing over 13 the record? 13 here on the west side. So I assume I'll be over here on 14 MS. MAKAROW: It's been customary to have a this side of the state that day anyway. So if you want to 14 15 15 prehearing conference the first day of the hearing to tie set a prehearing conference either when you have the 16 up any loose ends; so I think the September 12 date would 16 normal agenda or an hour in advance of the public hearing, 17 only be if there was something major that came up. 17 something like that, then we're already blocked in. Then 18 JUDGE TOREM: Certainly if there's a request 18 with public notice you can always notice it and then 19 and we have enough time for notice, something comes up 19 cancel it at the last minute, but you can't notice it at 20 before the Labor Day weekend we will know that we want to 20 the last minute. So if he noticed it and if the day 21 add something for September 12. If it comes up after the 21 before there's nothing to discuss. JUDGE TOREM: It makes sense to have it. If 22 Labor Day weekend, it may as well unless it's a true 22 23 23 emergency wait for the first day of hearings. there were any known issues, I would want to know them 24 CHAIR LUCE: Okay. We'll defer. 24 now. Let me just direct staff to schedule a prehearing 25 JUDGE TOREM: Let me hear from the 25 conference. Let me leave it to their discretion as to Page 59 Page 61 1 Applicant. 1 whether it be in conjunction with the public open mic 2 MR. PEEPLES: One of the things I think you 2 night. But as you've seen with having telephones, people might consider, first of all, having a prehearing 3 3 call in for a prehearing conference. We wouldn't have 4 conference you can take up whatever is there. You're 4 that sort of set up. We'd only have microphones and a 5 5 going to be here and it's just easy to have one as not. court reporter otherwise, and I don't know that we want to 6 That would be the first comment. Nothing behind that. 6 have the phone challenges again. But if they do it, 7 The second thing is when we get the witness 7 figure out what the rest of the agenda is and whether it 8 list out and the groupings and requests for estimated time 8 should be held in advance of the regular meeting or if the 9 of cross-examination, who you're going to cross-examine, 9 regular meeting is short enough to have that business 10 etc., you would be able to reference that and probably 10 first and then conduct the prehearing conference. Let me 11 maybe finite your scheduling a little bit at that point in 11 leave that to staff's discretion and still leave enough 12 time. So for that purpose all the parties should have 12 time for folks to get from wherever we are here to point E 13 responded by then and we could have discussion on that. 13 later in the evening, whatever that might be. 14 That's just the comment. 14 Staff, okay with that? 15 MS. ADELSMAN: Does it have to be a 15 MR. FIKSDAL: Yes. 16 16 prehearing conference or can it just be part of the JUDGE TOREM: More discretion. 17 meeting? You can just have a discussion about it. Do we 17 MR. FIKSDAL: Thank you. 18 have to have a prehearing conference on that? 18 JUDGE TOREM: It's now nearly ten minutes of 19 MR. PEEPLES: If they're going to issue an 19 5:00. Are there any other matters before we adjourn this 20 20 order, yes. prehearing conference today? 21 JUDGE TOREM: So if I anticipate, 21 CHAIR LUCE: Hearing none, adjourned. 22 Mr. Peeples, you've thinking perhaps we have two weeks 22 23 scheduled maybe we would know in advance we don't need 23 (Whereupon, the prehearing conference was 24 additional dates, something like that? 24 adjourned at 4:50 p.m.) 25 MR. PEEPLES: It will be a first time. 25

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5	AFFIDAVIT	
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7	I, Shaun Linse, CCR, Certified Court Reporter,	
8	do hereby certify that the foregoing transcript	
9	prepared under my direction is a true and accurate	
10	record of the proceedings taken on August 17, 2006,	
11	in Olympia, Washington.	
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15	Shaun Linse, CCR	
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