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BEFORE THE STATE OF WASHINGTON

ENERGY FACILITY SITE EVALUATION COUNCIL

In the matter of:)	
Application No. 2004-01)	
)	
WIND RIDGE POWER PARTNERS, LLC,)	Prehearing Conference
)	
WILD HORSE WIND POWER PROJECT)	Pages 1 - 60
)	

A prehearing conference in the above matter was held in the presence of a court reporter on November 1, 2004, at 12:00 p.m., at 925 Plum Street S.E., WSU Building, Room 308, in Olympia, Washington, before Energy Facility Site Evaluation Councilmembers.

* * * * *

The parties were present as follows:

WIND RIDGE POWER PARTNERS, LLC, Darrel Peeples,
Attorney at Law; and Tim McMahan, Attorney at Law; 325
Washington Street N.E., Suite 440, Olympia, Washington
98501.

COUNSEL FOR THE ENVIRONMENT, John Lane, 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

Page 2 Page 4 1 Appearances (cont'd): 1 Fiksdal and Irina Makarow. Other parties present in the 2 FRIENDS OF WILDLIFE AND WIND POWER, David A. room I see Darrel Peeples here as counsel for the 2 3 Bricklin, Attorney at Law, Bricklin Newman Dold, LLP, 3 Applicant, along with Chris Taylor and another gentleman. 4 1424 Fourth Avenue, Suite 1015, Seattle, Washington 98101 4 MR. WILLIAMS: Scott Williams with Puget 5 DEPARTMENT OF COMMUNITY, TRADE, AND ECONOMIC 5 Sound Energy. DEVELOPMENT, Tony Usibelli, Assistant Director, Energy 6 6 JUDGE TOREM: All right. Scott Williams Policy Division, P.O. Box 43173, Olympia, Washington 7 from PSD is here as well. On the telephone - and we'll 8 98504-3173. 8 come back to Tony for CTED. On the telephone do we have 9 F. STEVEN LATHROP, Jeff Slothower, Attorney at 9 someone representing Steven Lathrop? Law, Lathrop, Winbauer, Harrel, Slothower & Denison, LLP, 10 MR. SLOTHOWER: Yes, Jeff Slothower is here. 1527 Robinson Canyon Road, P.O. Box 1088, Ellensburg, 11 11 JUDGE TOREM: Thank you, sir. 12 Washington 98926. 12 Representing Kittitas County? 13 ECONOMIC DEVELOPMENT GROUP OF KITTITAS COUNTY, 13 MR. Hurson: Jim Hurson. 14 Debbie Strand, Executive Director, 1000 Prospect Street, JUDGE TOREM: Anybody else, Mr. Hurson, or 14 15 P.O. Box 598, Ellensburg, Washington 98926. 15 are you without planning staff at the moment? 16 **** 16 MR. HURSON: Our now planning director is 17 CHAIR LUCE: The Washington State Energy 17 here, yes, Darryl Piercy with me. 18 Facility Site Evaluation Council prehearing conference for 18 JUDGE TOREM: What was the name? 19 Monday, November 1, 2004, will come to order. This 19 MR. HURSON: Darryl Piercy. We'll probably 20 particular prehearing conference will be presided over by 20 need him added to the mailing list. I'll email Irina to 21 our Administrative Law Judge, Adam Torem. 21 get that put on the list correctly. 22 JUDGE TOREM: Thank you, Chairman Luce. We JUDGE TOREM: Can you give us the spelling 22 23 will just quickly take appearances from those that are 23 of Mr. Piercy's name. 24 here for the Council and here for other parties in the 24 MR. PIERCY: It's D-a-r-r-y-l P- as in Paul 25 room, then we will go to the phone line, and hopefully 25 -i-e-r-c-y. Page 3 Page 5 everyone on the phone line can hear adequately. When we 1 JUDGE TOREM: Okay. Thank you, Mr. Piercy. 1 2 get through appearances, I guess it would be more 2 Representing Friends of Wildlife and Wind 3 3 important. Power? 4 Present for the Council I'm going to start 4 MR. BRICKLIN: David Bricklin, and I believe 5 with Mr. Fryhling on the far end of the room here and have 5 the Robert Kruse is on the line as well. 6 everybody come around back to Chairman Luce. 6 Is that right, Robert? 7 MR. FRYHLING: Richard Fryhling, and I 7 MR. KRUSE: Yes, that's correct. 8 represent the Department of Community Trade and Economic 8 JUDGE TOREM: All right. And the Economic 9 9 Development. Development Council of Kittitas County? 10 MR. SWEENEY: I'm Tim Sweeney. I'm with the 10 MS. STRAND: Yes, Debbie Strand. 11 JUDGE TOREM: Thank you. Is there anyone 11 Utilities and Transportation Commission. MS. ADELSMAN: I'm Hedia Adelsman with the 12 else on the line? 12 13 MR. McMAHAN: Tim McMahan here from Stoel 13 Department of Ecology. 14 MS. TOWNE: Chris Towne for the Department 14 Rives representing the Applicant. 15 of Fish and Wildlife. 15 JUDGE TOREM: Anyone else? MR. LANE: John Lane, Counsel for the MR. IFIE: Tony Ifie for the Department of 16 16 17 17 Natural Resources. Environment. CHAIR LUCE: I would note the presence of 18 JUDGE TOREM: Good afternoon, Mr. Lane. 18 19 Ann Essko, our Assistant Attorney General, and my name is 19 Anyone else? Jim Luce. I'm Chair of the Council. 20 20 All right and present today also who has 21 JUDGE TOREM: Patti Johnson, are you out 21 filed a notice of appearance at this point is one of the 22 there? 22 deputy directors for Community, Trade, and Economic 23 23 Development, Tony Usibelli. MS. JOHNSON: Yes, this is Patti. 24 JUDGE TOREM: All right, and representing 24 I think that takes care of our appearances, 25 and our roll call. Did I miss anyone? 25 Kittitas County. Also present are EFSEC staff Allen

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1 All right. I don't think so. 2

Is there a motion, Councilmembers, to adopt the proposed agenda which had a total of ten items?

MS. TOWNE: So moved.

5 MR. IFIE: Second.

JUDGE TOREM: It's been moved and seconded.

Call for the question.

CHAIR LUCE: Question has been called for.

All in favor say aye.

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COUNCILMEMBERS: Aye.

JUDGE TOREM: The agenda that was distributed has been adopted. Item No. 4 is the

consideration of petitions for intervention, and as you

will recall back on September 30 in Ellensburg, the 14 15

Council heard comment and took objections from the

Applicant and had a discussion of all four petitions for

intervention that had come in at that time and also heard

from Mr. Usibelli that although it was a clerical error

not to have filed a notice of appearance one was intended.

20 I believe one was filed the following day. 21

We had indicated in the notice of intent to hold this prehearing conference that there would be a ruling today on petition for intervention of Mr. Lathrop. The Council is still in the process of making that

25 determination, and the Council also if you saw the

intervenors.

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Mr. Slothower, I wanted to make sure if you have any questions about the process or concerns for waiting another week on that. I had hoped to have it, but that's the best we can do.

MR. SLOTHOWER: I don't have any concerns or questions. Thank you.

JUDGE TOREM: All right. Thank you. Any other intervenors have any questions or concerns as to waiting for another week to determine the scope of their intervention that was previously granted?

12 All right. Hearing none, we will move on then to hear from Mr. Usibelli, if necessary, as to effect 13

14 of the notice of appearance that was filed I believe on

October 1. My understanding is that based on our statute 15

and WAC any Council positions that have an agency that is 16

17 being represented by a member on the Council may intervene

of right simply by filing a notice of appearance. That 18

19 had not been particularly clear to me in our last

20 discussion, but I have conferred with our staff Assistant

21 Attorney General, Ann Essko. That appears to be what's

22 required, and that's what had happened last time in the

23 Kittitas Valley case.

> So I take it, Mr. Usibelli, that the notice of appearance means your agency will become an intervenor.

MR. USIBELLI: That is correct.

JUDGE TOREM: All right. And because it's of right I won't go to you, Mr. Peeples or Mr. McMahan, to ask for objection. It's an of right issue.

Are there any comments that any of the persons on the phone -- including Mr. Slothower if you want to speak to it, you may, although your intervention status for your client has not yet been determined. Is there anyone that wants to speak to Mr. Usibelli's notice

of appearance? All right. Hearing none, Mr. Usibelli you

will be listed as Community Trade and Economic Development as an intervenor from this point on.

MR. USIBELLI: Thank you.

JUDGE TOREM: Item No. 5, Mr. Peeples. We are going to now move on to have the Council perhaps take action on the request for a second extension of the preemption period. That preemption period was to expire on November 15, two weeks from today, and today the agenda calls for a discussion of this request and as necessary from you and from Mr. Hurson a discussion or presentation of any schedule developed between you and the County for

23 resolving any land use inconsistency issues. 24 MR. PEEPLES: I believe the date -- can 25

people hear on the phones?

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footnote further down had indicated to the parties that it 1 2 would be issuing its order which would delineate the scope

3 of intervention for those three intervenors that had their

4 petitions verbally approved on September 30. The Council

5 has thought that it's best to issue one single order 6 handling all of the four intervenors together and

delineating the scope for each one, and it would be

cleaner to do that in the Council's opinion to apply the same test as for determining the scope for intervention

and the rights to intervene for each one. That is in draft format.

The Council has had a chance to review the briefs filed by you, Mr. Slothower, and the reply that you filed as well last week, and those other pleadings that came in opposition to Mr. Lathrop's intervention both from the Applicant and from Mr. Bricklin's client.

So those have all been considered by the Council, and a deliberative session was held to get the initial Council feedback on those and a draft order is in process. We are hoping that no later than next Monday, Tuesday, Wednesday, that time frame the order will be issued, and everybody will have an idea as to where they stand on intervenor status and whether there is any problem with the scope of intervention that the Council intends to grant for those that are granted status as

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MS. STRAND: Yes.

MR. PEEPLES: I would like to set that date as a safe date for a period of at least a few weeks after the County believes is their best estimate of when they can get through their process, and it is my understanding that their best guess right now is towards the end of February. Jim, can you speak up on that?

MR. HURSON: You said the end of February?
MR. PEEPLES: Yes. That's kind of where
you're aiming at.

MR. HURSON: Yes, tentatively right now we've got scheduled for hearings starting the week of January 24 or 25. That would be planning commission and the other boards, and then having to put together the paperwork, follow-ups, the second round of hearings under our process. We anticipate we'd complete it by the end of February. So if it was through the end of February, that would fit in our schedule.

MR. PEEPLES: So generally based on that I would like to have until March 15. That would allow some time period for things to shake out. Kind of getting ahead of myself on that with regard to scheduling the hearing, it is going to be my suggestion — and, Jim, please speak up when I get done here. — to go ahead and schedule it as if we're going to obtain land use

understood that we have to have it rescheduled with an appropriate briefing schedule down the road.

MR. PEEPLES: So with that kind of as a background, we would request until March 15 as a date, the deadline date for us to file preemption, if necessary.

JUDGE TOREM: Let me ask both of you, -Again, this is Judge Torem -- as to the impact. If there
is land use consistency, and again looking ahead to the
weeks that it might be scheduled, then the County would
essentially have a settlement. Is that correct,
Mr. Hurson?

MR. HURSON: That's the concept I'm working on. If we're going to go through a public process that we would resolve any issues that are County issues which in essence, yes, it would be a stipulation on the settlement regarding issues and consistency. One thing you do need to appreciate, however, is that I am going to have a different board next year. Two of the three commissioners will be new, so I don't know who they are. The election is tomorrow. So I am just trying to anticipate various options, set up a process that will work as far as timing, and just realize that I don't know who my client is going to be next year.

JUDGE TOREM: All right. Well, that unease for the rest of the nation exists as well, and I'm sure we

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consistency. Then if we don't, we'll have to sit down and figure out what a different schedule would be.

MR. HURSON: Yes. Jim Hurson, Deputy Prosecutor Kittitas County. I've talked with some of the Zilkha representatives and also staff on our end, and we don't have an objection to setting the schedule I think with EFSEC except possible starting schedules for the last week in February, the first week in March. We would suggest the one that was on the first week in March which I think was March 7. That would, of course, carry with it assuming that consistency is reached, and so you could do all the briefing and the scheduling. We could go forward there. If the County approves for consistency, we would see it that basically the first day of the hearing the County would enter a stipulation on consistency and a stipulation on any other matters we had, and then we probably wouldn't be involved in the process.

If the board, my commissioners don't approve it, then we would need to basically have an understanding at this point that that hearing date is going to get stricken, and then we have to reset a briefing schedule and a new hearing date if there's a need for a request for an override. But we don't have a problem with setting a hearing schedule based on the premise it would be approved. But if it isn't approved, then we also need it

can wait to see with these hearing dates and have sort of a backup if there's à need for a request for preemption to be filed. My only concern is if we schedule the hearing as though with this matter still up in the air what it does to all of the other testimony that might be filed. We've had a long discussion about bifurcating this issue, and typically it's been a question of putting this issue first and the inability of our statute to bifurcate the recommendation to the Governor at all as to preemption or

I recognize also that if Mr. Lathrop is going to participate that his participation may be severely impacted by knowledge of whether or not preemption is going to be requested, so I don't want, Mr. Peeples, if it's scheduled that way, and it gets bumped, I don't want to have a rush, rush briefing schedule to put it right back on for let's say it was going to be that second week in March, the 7th to the 11th. We might be able to dry docket another week of hearings as needed for May as a backup date.

But we need to have a different -- I'm not

But we need to have a different — I'm not prepared to look at a schedule yet for what judge availability will be, let alone ask the Councilmembers to do that. It may be that we come back with another prehearing conference based on Mr. Hurson's evaluation of

4 (Pages 10 to 13)

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who his client might be next month and figure these things out as to what clues the tea leaves might have after tomorrow's election. I think that's the best the Council can get right now from both parties, and we certainly would appreciate seeing the land use inconsistency resolved. It would make matters simpler for a lot of fronts, including the local constituencies in my opinion.

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Mr. Peeples, anything else you want to add? MR. PEEPLES: Well, I think once the intervention order has been issued and see the scope of intervention with the different parties involved that will also make it kind of clear of what issues might be related to the parties and preemption and what issues may not. So I think that will aid in analysis of what would come in and what would be actively involved at a later time.

JUDGE TOREM: All right. Mr. Hurson, anything else to add?

MR. HURSON: No. Well, I guess one thing I was just going to say as to the schedule we've been talking about. Frankly, the County hasn't anticipated prefiling anything and spend all of our efforts working on the consistency issue. If we get that resolved, then we don't need to be involved. So if that helps, that would be one less stack of prefiled testimony you would have to worry about.

need to sort out at this point.

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JUDGE TOREM: Okay. Well, I'm just thinking down the road as to how to back those things out if Hearing Schedule A goes to Hearing Schedule B as has been in the case in these wind farm hearings. So I'm just trying to think a little further down the road and make sure that everyone that needs to be available can hold appropriate dates on their calendar.

Do any of the other parties on the telephone have anything they want to comment on, whether in support or in opposition or just a general comment on this proposal to extend the deadline for a request for preemption to March 15, 2005?

Let me start with Ms. Strand. Do you have any comment?

MS. STRAND: No, we have no objection to it. JUDGE TOREM: Mr. Bricklin?

MR. BRICKLIN: I have a comment and a question. So is what you're contemplating is going with the schedule like the one Irina sent out this morning? I

21 know we're going to discuss the details of that, but then 22 the schedule would be a hearing in early March. Would

that be bumped if the County and the Applicant are unable

23 24 to reach resolution on the land use consistency?

25 JUDGE TOREM: Yes, Mr. Bricklin. That's

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JUDGE TOREM: Correct me if I'm wrong. Mr. Hurson. Most of Mr. White's prefiled testimony in the Kittitas Valley case focused on the land use inconsistency and the process and the issues involved in whether or not preemption would have been justified in that case.

MR. HURSON: Yes, most of it was, and so that's what we're basically saying. Let's not go down that path. Let's try to get this thing resolved. If we get it resolved, we're done.

JUDGE TOREM: Worst-case scenario if it's not resolved, and your client chooses to either deny the permitting that the County would like to give it, if it resolves in favor, or if your county decided that it was no matter what still land use inconsistencies existed. then you would want to have an opening at least for a similar briefing schedule to whether it's opposed or at least detail what happened this time in the attempts to resolve the land use inconsistencies and whether preemption is justified.

MR. HURSON: Correct. We would have a second round of briefing, and basically I guess as a reference it would be whatever sort of prefiled timing you're using for the main hearing. We would probably anticipate there would be a similar spacing and prefiled testimony. But that's something that I don't think we

1 what I'm hearing is that the schedule that was sent out by 2

email in the last hoùr would perhaps be adopted today and

3 all parties would go along with that. The County has

4 indicated they wouldn't be one of the parties filing

5 testimony, but if they don't reach land use consistency,

6 then I'm hearing there would be a motion for a continuance

7 that has already been announced and anticipated today and

8 a separate schedule for filing testimony regarding the

9 land use consistency issues as opposed to those others

10 that we might adopt as relevant today would be set up.

11 And hopefully sometime in May we would schedule a backup

12 date for the hearing.

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MR. BRICKLIN: All right. So I guess my

14 comment is from my understanding, the little conversation

15 I've had with the other parties that at least at this

16 juncture the likelihood of getting the land use

17 consistency issues resolved is not great, and I know

18 everybody is going to be trying real hard to overcome

19 that. But my understanding is it's an uphill battle

20 there, and given that, it seems at the moment at least

21 that it's more likely than not that we are going to be

22 looking at a hearing in May, not in March, and I'm not

23 sure that you wanted all the testimony filed starting in

24 December, January if the hearing is not until May.

25 The second comment I would have is if you're

5 (Pages 14 to 17)

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not going to find out until maybe March whether the land use consistency has been resolved or not, what are you going to do if the hearing is suppose to start on February 28? It could be at that point in fact opening statements will have been filed ten days before that under the tentative schedule. It seems like there's some prospect that you're not even going to know until the first or second week of March -- That is after the hearing has started. -- as to whether the land use consistency is resolved or not.

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10 JUDGE TOREM: Those are all excellent 11 12 points, Mr. Bricklin. Certainly hearing the date of March 13 15, 2005 was much later than I had anticipated in working 14 with Irina to send out that anticipated schedule. So it 15 may be when we get to that part of the agenda that the Applicant may recommend we not schedule this for the 16 17 earlier time frame. But I recognize that the continuance 18 of the Kittitas Valley case and the effort to move ahead 19 with this project that Puget Sound Energy now is intensely 20 interested in was trying to get the earliest possible 21 hearing date, and that's where those 28 February through 11 March dates came from; me having had that perception of 22 the Applicant's intention to get this moved along as 23 24 quickly as possible.

Mr. Bricklin's concern with scheduling a bunch of dates that just seem tentative at this point, getting a lot of prefiled testimony ready to go that potentially might get continued over again.

JUDGE TOREM: So what I'm hearing from most of the parties is that it would be helpful to know whether land use is going to be an issue or not in submitting any of their items for prefiled testimony, and it may also as Mr. Peeples points out be dependent on whether or not that's within the scope of their intervention.

When that order comes out, then we will want to have I guess an opportunity for any parties that think that land use consistency or preemption is part of the scope of their intervention which is possible for any of the intervenors that are not under consideration. They would have no ability to object to that is what I'm hearing and as for that scope have any meaningful ability to file unless they know if there's going to be a request for preemption.

Mr. Bricklin and Mr. Lane, does that kind of sum up where you're going? Mr. Bricklin? MR. BRICKLIN: I think so.

MR. LANE: Yes, I think that is generally. JUDGE TOREM: Mr. Usibelli, anything from

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1 MR. USIBELLI: We are not opposed to the

extension. I think I'would echo the comments of

Mr. Bricklin concerning the issues around scheduling and timing.

JUDGE TOREM: For those on the phone Mr. Usibelli did not object and echoes the same concerns about scheduling.

Mr. Peeples.

MR. PEEPLES: I just wanted to add that we will know whether or not there's going to be a necessity for preemption at the end of the County process. So assuming it ends in February, we'll know the status of that at the end of February. I just want a few weeks to be able to go through it and then get the petition for preemption together. So I think it's still late to know at the end of February, but we'll know before the petition has been filed. That's the only comment that I have, but we're only talking a couple of weeks there.

JUDGE TOREM: Before I turn it over to the Council for their questions and maybe comments and concerns on this, let me just see if I can clarify from you, Mr. Peeples and Mr. Taylor, whether or not the Applicant would still be interested in having it scheduled for a 28 February, 7 March date, essentially risking that we would have to reopen all the briefing schedules and

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just noting the apparent disconnect of the two things that are being discussed here.

MR. BRICKLIN: And we share in that. I'm

JUDGE TOREM: Right now there is a disconnect. That's correct. I had factored that into my proposed dates. So blame any of the ambiguity, at least 50 percent, on this Administrative Judge not anticipating exactly.

MR. BRICKLIN: I'm not blaming any reference. I'm just pointing out I don't think the two schedules match up very well at this point.

JUDGE TOREM: Let me see if, Mr. Lathrop, if you have anything, and then, Mr. Lane, if you have anything from CFE just on the issue of a position of support or any other similar observations about the Applicant's request to extend the deadline for filing for preemption?

MR. SLOTHOWER: Your Honor, Jeff Slothower. I didn't receive an email this morning, so I don't have your proposed schedule in front of me, but listening to Mr. Peeples and Mr. Hurson assuming we're allowed to intervene we would have no objection to those dates.

JUDGE TOREM: All right. Mr. Lane, anything from the Counsel for the Environment?

MR. LANE: I don't have any concerns about rescheduling the preemption until March. I share

6 (Pages 18 to 21)

Page 22 Page 24

allow folks to supplement all of their prefiled testimony and have a do over on that if you're not able to achieve the desired result of land use consistency?

MR. TAYLOR: I think the answer is yes. JUDGE TOREM: Mr. Taylor, you're asking for essentially a Plan A and a Plan B hearing schedule.

MR. TAYLOR: Yes.

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JUDGE TOREM: Councilmembers, with clarification in mind, I know Mr. Luce had some questions. We passed the microphone, and, Mr. Peeples, you have a comment.

MR. PEEPLES: I don't think all the testimony is reopened. It's only those that would relate to preemption. That would be the only thing I would like to insert at this time. So we would have all the testimony filed, cross-filed for all the issues except those with regard to preemption.

JUDGE TOREM: Chairman Luce. CHAIR LUCE: I just had I guess, first of all, a comment. I would applaud the parties' efforts, the County and the Applicant, their good efforts and their good faith to resolve the land use consistency issues before the hearing, and I wish them well.

I do have some, and I don't like to use the word concerns, but I guess I will use it for lack of a 1 the week before the hearing is about to occur and then

2 it's off. Now it's a different reason it was off in

3 Kittitas Valley. I know that. But in this case we'd get

4 right up to that, and then despite all the good efforts

and all the good faith that both of you I know are going 5 6 to show you wouldn't be able to reach closure. Then we're

back three months doing this all over again. You're going to come in with a request for preemption and away we go.

So I guess I would just ask you to search your souls as to whether there's anything inherently wrong with requesting preemption now with the understanding that this is not something that either party desires and it's not something the Council desires. We don't want to preempt. That's the last thing we want to do. But the question is, is it worth putting that word on paper in saving yourselves three months and then making these herculean efforts to avoid that outcome? So that's the only thing I would ask, and Councilmembers may have questions themselves.

JUDGE TOREM: Councilmember Adelsman, did you want to hear from the Applicant first before your comments?

MS. ADELSMAN: Yes.

MR. PEEPLES: I would like to respond to that. The issue is your WAC. We have to show certain

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better word. Based on past history that may be setting the bar pretty high. It's a goal, stretch goal. What they used in my prior life, they would say that's a real stretch goal. So I guess I have a question.

If we're looking at a February possibility of a hearing or getting up to that date and then striking that hearing and then rolling it over to May for another hearing, what would be wrong with a contingent request for preemption now or in the not too distant future?

I mean asking for preemption is not suggesting that preemption is actually going to be needed. It's a contingent request for preemption in the event that you're not able to get to yes. You're not able to meet the stretch goal. Nobody denies that good faith is going to be used to resolve these issues. Everybody is moving toward that end. But if you can't get to that end, and God knows we all wish you well, what would be wrong with requesting preemption with the understanding that if you can't get there, then we can go ahead and meet the schedule and actually have this hearing that Irina has laid out with the filings of the testimony and with the hearing occurring in the time frame that has been set?

I mean the alternative is we are going to get readied up like we had last time in another case, Kittitas Valley. We were right up to the day before or 1 things in your WAC, and we're going to have to show that 2 by evidence. So if we won't know all of that, we won't

know exactly what that testimony would be until the County 3

4 finishes its process. So filing now I don't think is

going to save time on the end because we would have to 5

6 refile more testimony at the end of February. We won't

7 know until the end of February. The Applicant won't know

until the end of February about how to present a case for 8 9 preemption.

CHAIR LUCE: I'm not going to judge the legal merits of your interpretation of the WACs. That's up for you to decide and for the County to decide and for others who are interested in the outcome of this case to decide. It just seems to me that -- well, I've stated what I believe to be the case here in terms of losing three months.

JUDGE TOREM: Thanks, Chairman Luce. Councilmember Adelsman. Hold on one second for the microphone, please.

20 MS. ADELSMAN: I think the question that I 21 have, and maybe it's to the County and to the Applicant. 22 On the SEPA itself one of the issues that we had to deal

23 with last time relating to preemption is the scope of

24 SEPA, and I know there was some discussion back and forth 25

between us and the County related to the SEPA and the lead

Page 26 Page 28 agency. I just wanted to know what is going on with the 1 Is there a second? 1 SEPA at the County level or not going on? 2 MR. FRYHLING: I will second it. 2 3 JUDGE TOREM: Mr. Hurson, my understanding 3 JUDGE TOREM: All right. Councilmember 4 is that the Department of Ecology has issued a letter 4 Fryhling. memorandum declaring that EFSEC is the lead agency for the 5 5 Is there any discussion from any of the 6 Wild Horse case as far as SEPA is concerned. 6 other Councilmembers at this point on extending the 7 7 MR. HURSON: Yes, that's correct. preemption deadline to March 15, 2005? 8 JUDGE TOREM: Ms. Adelsman, is that what 8 MS. TOWNE: I would hope that we would 9 you're asking about? 9 interpret that deadline as a not later than date. It MS. ADELSMAN: So the County is not doing a 10 strikes me that in the course of negotiations with the 10 SEPA; is that correct? 11 County and say the planning commission hearing and their 11 MR. HURSON: Ecology has said that EFSEC is 12 recommendation to the county commissioners somebody is 12 going to have a pretty good idea of how things are going the lead. What that did is it prevented the County from 13 13 being able to look at possibly doing a mitigated DNS as a 14 somewhat earlier than March 15. And if someone does know, 14 then it would behoove them to so inform us and maybe we 15 process, so we are looking at the draft that EFSEC has put 15 together. There were a couple of areas that we needed can expedite the schedule. 16 16 17 some additional information on that we felt was necessary 17 JUDGE TOREM: Certainly, Chris Towne, I 18 for us to have before we go forward with our GMA planning. 18 appreciate that observation and certainly Mr. Peeples 19 We are working with the Applicant on that. They're 19 knows that any extension of a date comes with an 20 supplying the information to our consultant who is putting 20 obligation to give us monthly updates, and he and 21 that together, so we'll have that information in hand 21 Mr. Hurson have always done that in both this case and the 22 before we get to our hearings. 22 Kittitas Valley case. So we would expect those as much as JUDGE TOREM: Any other Councilmembers with 23 possible on any of the application updates at regular 23 24 a question or concern regarding the issue of preemption 24 EFSEC meetings. 25 25 and its impact on scheduling? My expectation is that the first round of Page 27 Page 29 All right. I see none. hearings in Kittitas County in their process at the end of 1 1 2 Mr. Peeples, Mr. Hurson, anything else that 2 January will tell us much of what we need to know, but 3 probably not with enough time for an application for 3 you want to add on this? 4 4 MR. PEEPLES: No, Your Honor. preemption request to be filed and the testimony to 5 MR. HURSON: Jim Hurson. I was just going 5 preserve those hearing dates. But we may know by the end 6 to say as far as the contingent preemption request I agree 6 of January if there's a bright outlook for the land use 7 with Mr. Peeples on the way that the WACs are written and 7 consistency and a settlement with the County or if we're 8 as far as what facts would be out there. Frankly from my 8 going to be bumped back at that point. We'll know 9 perspective I'd like to focus my energies and the planning 9 probably a month in advance of the hearings if that's 10 staff energies on trying to get it through our process. 10 going to be likely. 11 When you're in a preemption override mode it's kind of the 11 Mr. Peeples, do you agree? opposite focus. So we would like to keep it focused on 12 MR. PEEPLES: I would agree with that. 12 13 trying to facilitate the process through rather than 13 JUDGE TOREM: Any other Councilmember getting in a fight over a preemption issue. comments or concerns at this point? There's a motion on 14 14 15 CHAIR LUCE: I wasn't suggesting a fight. I 15 the table to extend the preemption deadline to March 15, 16 don't like fights. 16 2005. If there's no further comments or discussion, then JUDGE TOREM: All right. Regardless if 17 let's, Chairman Luce, if you will. 17 preemption is a four letter word in this context or not, 18 CHAIR LUCE: Call for the question. All in 18 19 let's take a look then the Applicant's motion and request 19 favor? is to extend the deadline to request preemption to March 20 20 COUNCILMEMBERS: Aye. 21 15, 2005. Councilmembers, is there a motion to adopt or 21 JUDGE TOREM: All right. Then the 22 22 approve that? Applicant's request to extend preemption is granted to 23 23 essentially a not later than date of March 15, 2005, and MR. IFIE: I so move. 24 JUDGE TOREM: All right. Moved by 24 we will now move onto --

CHAIR LUCE: With monthly updates if not

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Councilmember Ifie.

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JUDGE TOREM: Correct. We will have a request for the same updates as the previous request for extension that have been granted in the Kittitas Valley case.

Item No. 6 on the agenda is consideration and adoption of an issues list. All of you should have received a copy via direct email or had it off the website Council Order No. 790 in the Kittitas Valley case, and on Page 8 and 9 of that he had a list of prefiled testimony topics. The first of which Letter A dealt with preemption, so at this point excluding that. Let me turn to the Applicant second but ask, Mr. Lane as Counsel for the Environment, if there was any look at Letters B, C, D, E, F, and G that obviously from CFE's perspective did pertain or did not pertain might be the easiest way to this particular hearing?

Mr. Lane.

MR. LANE: Yes, I think that Counsel for the Environment would agree with the list of issues as they're currently listed.

JUDGE TOREM: Were there any you as CFE might want to add or subtract specifically from the list from where you're sitting?

MR. LANE: I'm looking at List C. There's

1 issue, so I presume anything that impacts wildlife comes 2 in there. If you were to take noise or shadow off the 3 table here, I want to make sure I can still talk about it 4 if my wildlife expert tells me that's an issue for 5 wildlife.

JUDGE TOREM: Certainly the way this list is drawn out it's under human impact issues as opposed to wildlife, and it's differentiated.

MR. BRICKLIN: So I don't care on the human impacts then.

JUDGE TOREM: All right. That's got a room full of smiles here, Mr. Bricklin.

MR. BRICKLIN: For purposes of my current 13 14 client.

JUDGE TOREM: All right. Mr. Peeples and Mr. Taylor, other than Letter A for preemption which we hopefully won't have to deal with, how does this list of issues suit this particular project in your perspective?

19 MR. PEEPLES: The only comments I have is on 20 some of them like communications. I don't believe there's 21 been any issues raised with regard to communications.

22 You've already mentioned the noise and light and glare.

23 The vibration impact I don't think that's been raised in

24 this one. So I don't think these are exactly compatible

25 with before. I think they give a general, good general

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nothing that I would need to add at this time, and in terms of removal of the issues I think under C, I don't recall that communications was an issue in this case for anyone. I don't believe that electromagnetic and vibrations was an issue for anyone in this case.

JUDGE TOREM: Do you recall, Mr. Lane, if noise was an issue on this one or was that just going to be a standard issue that we need to address on any of these from your perspective.

MR. LANE: I think it might be a standard issue, but I don't recall anyone fairly raising that issue.

Same thing with shadow flicker. I don't think there's anyone that posed that in this case.

JUDGE TOREM: Okay.

MR. BRICKLIN: Well, this is Dave Bricklin. Until we get information from our wildlife experts, I don't know that I am ruling out noise or shadow flicker to the extent that it has an impact on wildlife.

JUDGE TOREM: I had thought noise might be an impact for wildlife. I wasn't sure about shadow flicker or at least I didn't hear the light and glare issues.

MR. BRICKLIN: Right. So I think I'm covered adequately because you have wildlife as a separate 1 framework to review it, but I think there's some specific 2 things that have not been raised as issues in this application. 3

JUDGE TOREM: From the Applicant's perspective are there any potential issues missing from this list or is it just overly broad?

MR. PEEPLES: I'm not saying it's overly

broad. I'm just saying there's some specific ones that have not been raised as issues in this proceeding. That's all. The general issues I think are a good list of the general issues. Some of the specific issues like we mentioned have not been raised as an issue in this case.

MR. TAYLOR: Fish would be another example. JUDGE TOREM: Mr. Bricklin, since it comes back to environment and natural resource issues do you and

16 Counsel for the Environment are there any aquatic or fish 17 issues that come up here? 18 MR. BRICKLIN: I don't believe so.

19 MR. LANE: I can't recall any as well. 20 JUDGE TOREM: So that may be one that we can 21 trim from the list as well.

22 MR. BRICKLIN: Robert, hop in here if I'm 23 overlooking anything. 24

MR. KRUSE: Part of the subject matter of our discussion has to do with the proximity of the springs

9 (Pages 30 to 33)

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Page 34 Page 36

in locations close to turbines as presently designed, and so if a multitude of springs and how they relate to aquatic issues falls into that category, then that should remain as part of the agenda.

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MR. BRICKLIN: Right. Let me elaborate on that a little bit. We're not asserting that the wind farm would have an adverse impact on the springs themselves but rather that the value of the springs for wildlife would be diminished if some of these turbines are located in close proximity to the springs.

JUDGE TOREM: Would you agree, Mr. Bricklin and Mr. Kruse, that if we left the vegetation and wildlife line item, as well as the land and water line item under environmental and natural resource issues that would be broad enough to cover any such concerns with the springs themselves?

MR. BRICKLIN: I would think so.

MR. KRUSE: Yes.

JUDGE TOREM: All right. Mr. Hurson, from the County's perspective, any other issues that needed to be deleted, trimmed off, or perhaps added?

MR. HURSON: Not that I see. Like you said, the preemption issue is the biggest issue, and if that's resolved, then I think all the county issues will be resolved.

your focus is going to be, Mr. Slothower, on economic 1 2 issues and property values and agriculture as all the 3 brief and the original petition indicated that should be 4 sufficient. Would you agree? 5

MR. SLOTHOWER: Yes.

JUDGE TOREM: Are there any other parties? Mr. Usibelli?

MR. USIBELLI No.

JUDGE TOREM: Anyone else that I may have neglected? Ms. Strand, on the phone that want to comment 10 11 on the issues list?

MS. STRAND: No, I believe that our issues are certainly listed under the subject of economic issues.

JUDGE TOREM: Let me ask then before we go off from this to the Council to perhaps adopt this issue

list with some modifications that I'll suggest. On the 16

17 project-specific issues, it's letter E on this particular

18 list, Mr. Peeples, can you and Mr. Taylor just take a look

19 and see. Proper location and consideration of

20 alternatives has been one that I think is covered in the

21 Draft EIS and would certainly be an issue. From Item 2 to

22 construction issues with the roadways, turbine foundation,

and the transmission corridors that certainly overlaps 23

24 with some of the other parties' issues in wildlife or

25 other areas. The decommissioning and site restoration is

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JUDGE TOREM: All right. Mr. Slothower, anything on this particular topic and the issues?

MR. SLOTHOWER: Again, I have not seen the email that went out. I didn't receive it.

JUDGE TOREM: This was one that was the same issues list that we developed in the last case, so this has been out there for some time. It's not the scheduling issue that went out today.

MR. SLOTHOWER: Right. Well, I was looking while this was going on because I didn't know it was on the agenda for today. I tried to get to the website, but either your website is down or I'm having internet problems. I couldn't get to the document.

JUDGE TOREM: My understanding is that your client if he's granted intervention status is looking mostly at personal property and valuation issues.

MR. SLOTHOWER: That's correct. Our issues would be the same as they were in the Kittitas Valley project.

JUDGE TOREM: We do have just for the record an economic issues area which has actually three line items. One for property values in that generic term; second, local economic development which I think is akin to Ms. Strand's interest in her group; and, third, there's a line item for agricultural interests. So I think if

1 something that came up as required in the application.

2 Are there any other project specific issues that come up 3

here on the Whiskey Dick Mountain Ridge Tops as opposed to

the other location we had to address for this one?

MR. PEEPLES: No. I don't think so. The other thing I just wanted to point out is that we're talking about issues list of parties. The Council needs to look at the entire siting and all the general requirements in that which these items cover.

JUDGE TOREM: Certainly that's the Council's job to do, but we want to make sure in a presentation of witnesses and prefiled testimony that you're on notice of what the Council wants to hear.

All right. Any other discussion from the parties and the applications for intervention folks on the phone as to issues list?

17 My proposal to the Council would be that a 18 motion be entertained to adopt these as the issues holding 19 off the preemption, dropping that Letter A entirely and 20 renumbering the list which I'll undertake. But 21 eliminating B(3) Fish, and under human impact issues

22 consider whether you want to eliminate 1(b) Noise; 1(c),

23 Light, glare, shadow flicker and blade glint; 1(d)

24 electromagnetic and vibration impacts; and 1(g) the issue 25 about communications for radio, television, or cell phones

10 (Pages 34 to 37)

Page 38 Page 40 which have not appeared thus far in this case. 1 MR. PEEPLES: Well, there's two issues I 1 Again, if those are eliminated under human 2 2 could insert. One is the use. The other is a road. I 3 3 impact issues, they would not restrict Mr. Bricklin from don't think this Council can determine if there's a public 4 the more wide ranging wildlife issues that might actually 4 road. That's the County's determination. 5 5 CHAIR LUCE: That was made clear by - it occur with any of those particular issues; noise, light, 6 glare, etc. 6 was also made clear that the County doesn't want to make 7 7 MS. TOWNE: So moved. that determination. 8 JUDGE TOREM: All right. That motion is on 8 MR. TAYLOR: We just want to keep making it 9 the table. Is it seconded? 9 clear. MR. IFIE: Second. 10 CHAIR LUCE: Clear that the County doesn't 10 JUDGE TOREM: Any discussion? 11 want to make that determination, and it was clear that 11 12 12 MS. TOWNE: Comment. some people want the County to make that determination. JUDGE TOREM: Comment, Ms. Towne. MR. TAYLOR: The issue of what provisions 13 13 MS. TOWNE: I recall from an earlier session 14 the Applicant is willing to offer as far as continued use. 14 15 on Wild Horse that the question of site access by members 15 As long as that's what we're defining, it's not getting of the public, the greet dot road issues, and I cannot into a legal question of the history of that road. That's 16 16 17 find a specific category here under human. I presume it 17 all we want. 18 would be human because it's a behavioral modification 18 JUDGE TOREM: One other thing, and I don't 19 question, if you will, and I suspect we'll need to find a 19 mean to speak for Mr. Bricklin or his client, but it would 20 place to plug that in. 20 appear that the wildlife viewing issues that are raised by 21 JUDGE TOREM: All right. That was also 21 their intervention may also have some indication as to raised by Chairman Luce aside to me during the meeting 22 human impact issues as to viewing use photography that his 22 today, and I think that's a great point to bring up. client has raised. 23 23 24 Whether it goes under project-specific issues under 24 Mr. Bricklin, did you want to add anything 25 25 roadways that happens to be under construction, but that's to that? Page 39 Page 41 not under a long-term post construction access. So 1 MR. BRICKLIN: No, but I think that's a fair 1 2 perhaps the way to handle that comment is to add something 2 comment. 3 under C(1), which I guess would be B(1) in this case under JUDGE TOREM: So we'll add site access. 3 4 public health, safety, and welfare concerns adding an 4 Councilmember Smith Towne, to that issues list on human 5 issue as to site access and leave it at that. 5 impact in place of some of the other three or four that 6 MS. TOWNE: For the life of the project or 6 are being deleted. 7 7 Are there any other Councilmember concerns something. 8 8 JUDGE TOREM: Site access would imply any of or comments? 9 that, then we could take it up under public comments as 9 Councilmember Adelsman. MS. ADELSMAN: I have a question. On No. 4 10 well. 10 it talks about local concerns and attitudes. What do we 11 Councilmember Adelsman. 11 MS. ADELSMAN: I thought the issue was a 12 mean my attitudes? 12 little bit broader. There was some question of 13 JUDGE TOREM: In the Kittitas Valley case, 13 recreational issues. Not only access but also issues 14 14 if you recall, we had an overwhelming amount of public 15 dealing with people using the area. 15 participation earlier in the process, and the meetings MS. TOWNE: Access for use I guess would be 16 that were held, the public meetings that were held in 16 17 early 2003 and throughout the rest of that year and this 17 the correct term. MS. ADELSMAN: So it's truly part of the 18 18 year on the KV case local attitudes about the process were 19 human impact issues. 19 certainly the opinions needed to be taken into effect. 20 And we added that I believe for exactly that reason. So 20 JUDGE TOREM: It is human impact; you agree. 21 So if we put it under site access, and in parentheses put 21 in this case --22 22 MS. ADELSMAN: Wouldn't local concerns MS. ADELSMAN: Recreational use of the site. 23 suffice without going into the attitudes? 23

11 (Pages 38 to 41)

JUDGE TOREM: We could drop it if you would

like. We didn't have that word last time, and I'm not

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JUDGE TOREM: Access, use, recreation, etc.

MS. TOWNE: Yes.

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sure anyone was offended last time.

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MR. PEEPLES: I would like to respond. This was I believe added because it was part of Mr. Lathrop's intervention request, and on this case we're objecting. We do not believe that this is — we don't believe anybody has the proper grounds to raise this issue. We have the County involved, and we have the County government involved, and we do not believe that this is within the interest that the Council has jurisdiction over. I don't know what it is.

CHAIR LUCE: Local concerns can be voiced at the public meeting. I think that's entirely appropriate. Attitudes is sort of an ephemeral.

JUDGE TOREM: Well, we had it last time I think simply because of what had been voiced at the previous public meetings, and whether it's kept here or not the public meeting will still occur during this hearing, and we'll surely find out what local attitudes and concerns are, whether it's on the issues list for the parties to address or not.

Mr. Peeples, you're suggesting we delete that item. Is there any other intervenor or applicant for intervention that seems to think they need to have that item number which is now C(4) on the list, local concerns and attitudes?

part of the ongoing consideration of what the Council is trying to figure out for scope for your client, but, again, we'll leave that. That deliberation is ongoing with the Council.

Okay. So local concerns seems to be the one that, Mr. Peeples, you think it's not appropriate for it to be in.

MR. PEEPLES: I think if you have a local concern about fish, that's fine. If you a local concern about a certain animal, that's fine. If you a local concern about property values, that's fine. But local concerns doesn't tell anybody anything. I believe the other issues that we have here do define issues that local people can have concerns about. Local concerns defines nothing.

JUDGE TOREM: I think just in the context of the last case, and I concur with what you're saying now, it seemed as though there were so many local concerns it merited its own line item. Is there any Councilmember — I see Councilmember Smith Towne. You want to comment further on this?

MS. TOWNE: I think that "concerns" or "attitudes" is what we can infer from the testimony on subject specific matters such as noise, like, glare, whatever. In and of itself where is the standard? We've

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MR. SLOTHOWER: This is Jeff Slothower on behalf of Mr. Lathrop. I don't recall the word attitude being used before. I would agree that the term attitude is probably not appropriate, but I believe that local concerns regardless of how they're raised is something that has to be considered. It is an issue, and it should remain as an issue to be addressed in this hearing.

JUDGE TOREM: Do you think it needs to be addressed in terms of prefiled testimony or only in the public session, Mr. Slothower?

MR. SLOTHOWER: Well, I think that it's possible there may be intervenors that would want to submit testimony in the form of prefiled testimony on that issue. I don't think it's appropriate to rule that out. I'm sure you will get a significant amount of comment at the public hearing, but I think that it's appropriate to leave it there as an issue. I don't necessarily like the term attitudes. Like I said, I don't recall that being part of the last issue with local concerns.

JUDGE TOREM: Does Mr. Lathrop intend to introduce any testimony if he is granted intervenor status about local concerns?

MR. SLOTHOWER: We would. If we're granted intervenor status, we would, yes.

JUDGE TOREM: Okay. Because this goes to

just spent three years writing our rules, so that it is
 clear to all what it is we purport to regulate and where
 possible what the standard is.
 We're talking attitudes and concerns. I

We're talking attitudes and concerns. I cannot imagine how we would consider a standard against which to evaluate it. Is it intensity, frequency? What are the parameters? Therefore, I want to get rid of it.

JUDGE TOREM: It would seem to me that striking it doesn't limit the testimony in any other area.

MS. TOWNE: Because they'll go to the subject matter from which we will understand the level of concern.

JUDGE TOREM: Once someone takes the time to testify on a particular subject they have a concern or an attitude as we may get it.

MS. TOWNE: Yes.

JUDGE TOREM: All right. So I think then unless there's any objection there's probably enough discussion on that. We'll strike that. I will understand the motion to include then striking that particular line.

21 MS. TOWNE: Yes.

22 CHAIR LUCE: I would second that.

JUDGE TOREM: Any other issues that the Councilmembers see they want to address on the adopted

25 list for the Kittitas Valley case that we are now going to

12 (Pages 42 to 45)

Page 46 Page 48

modify the Wild Horse case?

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All right. Seeing none, then let me sum what the motion then is to adopt Items B(1), (2), (4), and (5). That's deleting fish from environmental and natural resource, Items C1(a), (e), (f), and (h). That's the same we had before but deleting noise, light, and glare or shadow flicker and electromagnetic, as well as communications. But adding a line item for site access to include the parenthetical of access, use, and recreation, etc. Deleting Item C(4), local concerns and attitudes but adopting the rest of the list as it appeared in Order 790 of the Council in the KV case. That's the motion that's on the table then.

CHAIR LUCE: Do you want to include something in your site access just to capture the notion not to include Council determination of legal rights relative to this particular road?

JUDGE TOREM: I think that I'd rather -- if I was giving the advice, I'd rather not because it makes it seem as though the Council might have an interest in that. We've already determined that it's a county issue. It's not something that this Council as an interest in.

CHAIR LUCE: Okay. And we have a court reporter here, and I think the Council, I think the sense of the Council we're not determining an issue that the

MR. PEEPLES: Well, I would propose two weeks just in case. First of all, I don't think we need two weeks. I would imagine my guess right now, and that's all it is, is a guess, is we would be able to get it done within one week. I'm assuming the week we're talking about is February or March.

I would imagine we would be able to get that hearing done within five days. I mean I'm pretty positive on that, so I think we can limit that to one week.

JUDGE TOREM: Any other parties think we would need in excess of five hearing days in Ellensburg to complete issues, especially that would be a hearing in which the County has settled and dropped out and preemption is not an issue?

All right. Hearing none, then maybe only one week would be needed. Is there a preference then, Mr. Peeples, to take the 28 week or March 7 week?

18 MR. PEEPLES: I thought it was March 20.

19 MS. TOWNE: Remember he isn't going to come 20 back until March 15 on preemption.

JUDGE TOREM: Right.

22 MR. PEEPLES: This is assuming there's going 23 to be no preemption needed.

24 MS. TOWNE: Oh, okay. But you said you 25 wouldn't expect to know before.

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county has jurisdiction over, the county doesn't want to decide.

JUDGE TOREM: In my opinion putting it in the issues list in a formal document only raises the profile of an issue we've already --

CHAIR LUCE: Okay. I see lots of Council heads moving vertically, so I will take that as a yes. All right.

JUDGE TOREM: Do you want to call for the question?

CHAIR LUCE: The question has been called for. All in favor say aye.

COUNCILMEMBERS: Aye.

JUDGE TOREM: The issues list has been adopted. Now, we get to the part where we've tread a little bit, the adjudicative proceeding schedule.

Let's go back to Mr. Peeples. We had set aside two different weeks here, and I know in the last case where preemption was going to take up several days of a hearing that was proposed to run for up to 12 days. You still had a proposed schedule that I think was going to run at the most six to seven days. Here we've got ten days as I am calling Plan A. Would you want to schedule two weeks of hearings or would you be proposing only one of those two weeks be set up?

1 MR. PEEPLES: I think a final decision, and. Jim, would you insert yourself if I misstate anything, 2 3 please. The County probably does not anticipate 4 completing its process until towards the end of February. 5 So am I wrong there?

MR. HURSON: Jim Hurson. No, that's our anticipation is we complete it at the end of February, and in talking with our staff right now our preference would be to set a March 7 starting date. We looked at the 28th date and thought might -- it's one of those maybe you could; maybe you couldn't. So that if you don't, you don't want to mess up your whole schedule because of a few days. So we thought March 7 was a better date for a firm date.

MR. PEEPLES: We don't have a preference on that. The 28Th or the 7th would be fine.

JUDGE TOREM: Any other parties have a preference or a conflict with the week of March 7?

MR. BRICKLIN: This is Dave Bricklin. I may have a court argument one day that week, but I'm assuming there's going to be enough issues that don't affect my client in this case that I can schedule around that when we get closer to the hearing.

24 JUDGE TOREM: All right. That certainly can 25 be accommodated if you don't mind running from one side of Page 50 Page 52

1 the mountains to the other.

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MR. BRICKLIN: No, that would be fine. JUDGE TOREM: Any other parties have comments or questions the week of March 7 or the preceding week?

All right. Then the email that went out today based on the earliest possible date of February 28 would have a requirement for prefiled testimony from the Applicant to start on December 6 and six weeks thereafter on Tuesday, January 18, all other parties' prefiled testimony would come in. After that all parties, the Applicant and any other party, could file a rebuttal by Tuesday, February 18. Yes, we go from January 18 to February 18 -- or February 8; Tuesday, February 8 for the rebuttals. If you look through Order 790 about rebuttals we open it up to all parties simply to have the ability for parties that might be competing in interest to rebut other prefiled testimony, not just the Applicant's.

So that would be the proposed schedule. That tracks pretty well with exactly what we did in the Kittitas Valley case, and then we had a requirement for opening briefs turned into opening statements as that last case went along. This case we're projecting Friday, February 18, and then motions to strike would be due February 15th on a Tuesday with responses due on the 18th, the rebuttals are filed, maybe instead of moving all the dates back one week, you could leave those first four dates where they are and move the last three dates back one week, so that you give everybody more time between the filing of the rebuttals and then the motions related to those.

MS. TOWNE: A question before we make a decision on this.

JUDGE TOREM: Yes, Councilmember Smith Towne.

11 MS. TOWNE: And it may be a question to 12 Ms. Makarow. We have the 18th for openings, then the next item is the 15th for motions to strike. Either the 15th 13 14 date is incorrect or it needs to get swapped around. 15

JUDGE TOREM: This is actually what we did last time. We had opening statements coming in on the same time when we did not have motions to strike resolved. As you might recall we had a whole flurry of motions that came in and then motions to strike were included in some as a subpart of the motion. But all the parties filed their opening statements; some of them wondering whether or not the testimony that was being objected to might come in. As it turned out things got continued and moved along, so it was difficult and it might be helpful to resolve any motions to strike ahead of requiring opening

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again, the same day as openings statements.

We had some issues last time around about electronic filing or fax filing of those motions to strike due to the quick turn and deviating somewhat from the regular schedule of service to put all those copies in the mail and make sure things got to people in time, so we were going to make sure to address that. For those short-term items that electronic filing would be permitted and preapproved up front. Then that was all assuming that February 28 would be the date. If February 28 is not the date, it's March 7, and all those dates can be slid forward one week and keep the same sort of schedule.

Mr. Peeples, since you're the first affected by the prefiled and assuming that you go to March. MR. PEEPLES: I would like to slide forward. JUDGE TOREM: All right. So moving

everything so it would move from December 6 to 13, and everything else move forward one week. Is there any concern or opposition to sliding everything as I've just related it or hopefully you saw on the email in the 11:00 a.m. hour this morning these dates? Is there anybody that

MR. BRICKLIN: This is Dave Bricklin. One thought. Given that you're pinched for time there in February with the motions to strike due just a week after statements.

MS. TOWNE: It seems to me I guess I would probably recommend putting the motion to strike after rebuttal and before opening. It's just I like things to flow.

JUDGE TOREM: We just got ourselves into a bit of a time crunch last time. So, Mr. Peeples, the suggestion that

Mr. Bricklin makes would accommodate what Councilmember Smith Towne suggests as well, to leave all the dates, the first three where they are for the deadlines for prefiled testimony, including rebuttals, deal with motions to strike, and then still have time for opening statements to be modified from their original draft form with rulings on motions to strike out. So that any party whose case might be changed whether a little bit or a lot by a motion to strike against them having some impact, they would be able

to modify their opening statement accordingly. MR. PEEPLES: That makes sense. JUDGE TOREM: All right. Well, then I'll circulate something to the Council that fits within those comments and a hearing schedule like that could be adopted. We don't need to adopt it today, but I think if we adopt the week of hearing as March 7 as has been suggested, it gives that extra week to work out that

14 (Pages 50 to 53)

Page 54 Page 56

scheduling difficulty that Councilmember Smith Towne and Mr. Bricklin pointed out.

All right. Any further discussion that we need to have on the scheduling of at least for Plan A, a March 7 hearing date?

6 Seeing none, is there a motion to that 7 effect?

8 MS. TOWNE: So move. 9 MS. ADELSMAN: Second.

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JUDGE TOREM: All right. It's been moved 10 and seconded. Any discussion? 11

CHAIR LUCE: All in favor? 12 COUNCILMEMBERS: Aye. 13

> JUDGE TOREM: Parties you can put the week of March 7 to March 11 down for Plan A at least for scheduling the hearing, and we'll issue an order in the next few weeks. So you can expect to see two orders issued; one on intervention and the scope for those intervenors that are granted status, and, secondly, an order on scheduling that will come out.

One of the other issues that we wanted to look at was I believe it's procedural. I don't know what term to call it, but hearing guidelines.

Is that correct, Ms. Makarow?

25 MS. MAKAROW: That is correct. We 1 wants to interject a few items first. 2

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MR. FIKSDAL: I just want to make sure that in your discussion you talked about electronic filing, and I'm not sure that that's covered under these guidelines. Maybe that needs to be added to the guidelines through an order that you put out to modify those guidelines.

CHAIR LUCE: The electronic filing should be permissible.

MR. FIKSDAL: Well, the conditions upon which because there was a large discussion last time about electronic filing, and we need to have that clear I think in part of the guidelines.

JUDGE TOREM: So it looks like under petitions and motions there is a method for filing of service, and what I'll need to do is come back with a first amendment to the hearing guidelines and present that the next time. I don't believe that between now and the first potential date that we're adopting for prefiled testimony that electronic filing is going to rear its ugly

21 Mr. Peeples, do you see any reason for the 22 Applicant? 23

MR. PEEPLES: No, I think everybody right now has been filing every way possible, including electronic filing.

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circulated draft hearing guidelines in both the last two notices, and I would like to have those adopted.

JUDGE TOREM: These were Attachment C to one of the mailings, and they addressed administrative matters, they addressed discovery, petitions and motions and issues about dispositive or nondispositive motions, and they also go so far as I believe to talk about issues as to filing and the deadlines and the methods for filing that perhaps clarify anything that are in the EFSEC rules. And they go all the way out to the post-hearing process. So they're numbered 1 through 24.

Is there anything, Mr. Peeples, that you saw in these that needed any comment?

MR. PEEPLES: No, they look like what's been used for the last I think three hearing cases.

JUDGE TOREM: Did any parties have any questions or comments on the draft hearing guidelines that were circulated?

All right. Hearing none, then I'll ask the Council if they wish to adopt these same draft hearing guidelines for Application 2004-01, the Wild Horse Wind Power Project. Is there a motion?

22 23 MS. TOWNE: So moved. 24 MR. IFIE: Second.

JUDGE TOREM: For discussion Mr. Fiksdal

JUDGE TOREM: Right. And what we're looking for is a way that all'the parties will know when it's okay to file electronically and have that date count as a services date as opposed to having to wait for a date when you get it in the mail, but to make sure that that's adopted.

Councilmember Adelsman.

MS. ADELSMAN: On Page 10 there is an attachment to the electronic mail, and it kind of describes a little bit what we did last time.

JUDGE TOREM: This is where a party waives receiving any other thing, but we want to do something that's not party dependent, but that's Council endorsed and allows for electronic filing. Perhaps what I can do is draft something and circulate it to all the parties because you're the ones that will be affected by it the most, ask for your comments at a future prehearing conference or update, and then from there be able to adopt it and add it to the prehearing guidelines.

Thank you, Mr. Fiksdal, for raising that.

21 CHAIR LUCE: But now there's a motion on the 22 table to adopt these as they are and knowing that there 23 will be a future amendment for electronic filing. There's 24 a motion. Do I hear a second?

MR. IFIE: Second.

15 (Pages 54 to 57)

	Page 58		Page 60
1	CHAIR LUCE: All in favor?	1	
2	COUNCILMEMBERS: Aye.	2	
3	JUDGE TOREM: The hearing guidelines that	3	
4	have been adopted they'll be included with the scheduling	4	
5	order that goes out as part of our prehearing conference	5	AFFIDAVIT
6	orders, and that takes us on the agenda to No. 8, the next	6	
7	prehearing conference.	7	I, Shaun Linse, CCR, Certified Court Reporter,
8	Is there a need to schedule a separate	8	do hereby certify that the foregoing transcript
9	prehearing conference at a point because the next event	9	prepared under my direction is a true and accurate
10	will be the filing of the Applicant's prefiled testimony	10	record of the proceedings taken on November 1, 2004,
11	on December 6, or shall we just have an update at the	11	in Olympia, Washington.
12	first regular scheduled EFSEC meeting in December and	12	
13	invite all the parties to be present at that time?	13	
14	Mr. Peeples, is that all right with you?	14	
15	MR. PEEPLES: I think that would be just	15	Shaun Linse, CCR
16	fine. I think the update is going to just really be	16	CCR NO. 2029
17	primarily focused at the status of the progress in the	17	· · · · · · · · · · · · · · · · · ·
18	local land use.	18	
19	JUDGE TOREM: So other parties is there a	19	
20	need for anyone else to schedule a prehearing conference	20	
21	that they can see right now?	21	
22	All right. Hearing none, then if any party	22	
23	wishes to schedule a prehearing conference if something	23	
24	comes up, whether it be a discovery issue or otherwise,	24	
25	please let us know. In this case there's been no	25	
	Page 59		
1	discussion of depositions or any other such thing coming		
2	up, so we won't be adopting specific language about		•
3	discovery other than what is in the hearing guidelines		
4	which essentially say that informal discovery should		
5	proceed.		
6	Mr. Lane, you had mentioned a month ago as		
7	to discovery and perhaps some depositions. So if you		
8	still see the need for that, and you find any resistance		
9	that informal discovery doesn't bring, please bring it to		
10	our attention sooner rather than later, so we can schedule		
11	a timely prehearing conference to address that with the		
12	appropriate parties.		
13	MR. LANE: Okay.		
14	JUDGE TOREM: Any other matters on the Wild		
15	Horse Wind Power project?		
16	Chairman Luce, do you wish to adjourn the		
17	meeting then?		
18	CHAIR LUCE: I do wish to adjourn the		
19	meeting actually. Meeting is adjourned.		
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21	(Whereupon, the prehearing conference was		
22	adjourned at 1:17 p.m.)		
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