## In the Matter Of:

In Re: Pacific Energy & Mining Company

## HEARING, DOCKET NO. 18-2602-01

September 12, 2018

Job Number: 494839

1 BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH 2 Status Conference and Hearing Docket No. 18-2602-01 on Discovery-Related Motions, 3 Pacific Energy and Mining 4 Company (PEMC) 5 6 HEARING PROCEEDINGS 7 TAKEN AT: Utah Public Service Commission 4th Floor 8 160 East 300 South 9 Salt Lake City, Utah 10 Wednesday, September 12th, 2018 11 DATE: 12 TIME: 3:00 p.m. 13 REPORTER: Mary R. Honigman, R.P.R. 14 JOB NO.: 494839 15 16 17 18 19 20 21 22 23 24 25

1	Page 2 APPEARANCES
2	PRESIDING OFFICER: Carol Revelt
3	FOR THE DIVISION OF PUBLIC UTILITIES:
4	Patricia E. Schmid 160 East 300 South, Fifth Floor
5	Salt Lake City, Utah 84114 (801) 530-6713
6	pschmid@agutah.gov
7	APPEARING TELEPHONICALLY FOR PACIFIC ENERGY AND MINING COMPANY:
8	Terry R. Spencer, Ph.D SPENCER & COLLIER, PLLC
9 10	140 West 9000 South, Suite 9 Sandy, Utah 84070 (801) 566-1884
	terry@spencerandcollier.com
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24 25	

1	Page 3 PROCEEDINGS
2	MS. REVELT: Hello. This is the time
3	and place noticed for Status Conference and Hearing
4	on the Discovery-Related Motions in the Matter of
5	Pacific Energy Mining Company, Docket No.
6	18-2602-01. My name is Carol Revelt, and the
7	commissioners have asked me to serve as the
8	presiding officer for the status conference and
9	hearing today.
10	And as an initial matter, let's take
11	appearances, and then I will have people who are on
12	the phone identify themselves.
13	MS. SCHMID: Good afternoon.
14	Patricia E. Schmid with the Utah Attorney General's
15	Office on behalf of the Division of Public
16	Utilities.
17	MS. REVELT: Those parties on the
18	telephone?
19	MR. SPENCER: This is Terry Spencer.
20	I am counsel for Pacific Energy and Mining Company.
21	MS. REVELT: And are there other
22	people on the phone with us today?
23	MR. SPENCER: Yes, my clients are on
24	the phone.
25	MS. REVELT: And if there are
1	

<pre>2 mute except for Terry, that would be great, because 3 sometimes we get a little bit of feedback on the 4 lines. Okay? 5 MR. SPENCER: Okay. 6 MS. REVELT: As a first matter, I'd</pre>	
4 lines. Okay? 5 MR. SPENCER: Okay.	
5 MR. SPENCER: Okay.	
6 MS. REVELT: As a first matter, I'd	
	1
7 like to let you know that due to unavoidable	
8 circumstances, no commissioner or administrative la	W
9 judge was available to preside over this status	
10 conference and hearing today. Because the hearing	
11 on the merits of this case is so soon, the	
12 Commission wanted to allow parties an opportunity t	.0
13 come in now and state their positions on the record	l.
14 We'd like to hear from the parties of	n
15 the following issues: Whether the parties will be	
16 prepared to proceed with the hearing on the merits	
17 on September 25th, and also their arguments with	
18 respect to the pending discovery motions.	
19 Also, I'd like to mention that	
20 regarding Pacific Energy and Mining Company's	
21 August 18th motion to remove counsel for the	
22 Division, that motion is under consideration, but	
23 the Commission thought it was appropriate for the	
24 Division to participate today.	
25 To keep things simple and in order t	.O

	Page 5
1	proceed in an orderly fashion, I think it would be
2	best to hear Pacific Energy and Mining Company's
3	arguments on its motion for formal discovery first,
4	then the DPU's arguments on its motion to establish
5	Pacific Energy and Mining Company's response date to
6	its first set of data requests, and finally, I'd
7	like to hear from the parties on whether the hearing
8	date remains feasible. So with that in mind, are
9	there any comments?
10	MR. SPENCER: I believe Patricia may
11	have some comments as we met yesterday, so I think
12	you should hear from her first.
13	MS. SCHMID: I'm happy to do so.
14	MS. REVELT: On your motion, or just
15	comments in general?
16	MS. SCHMID: Comments in general.
17	MR. SPENCER: Just in general on how
18	we decided to resolve this matter, if possible.
19	MS. SCHMID: As Mr. Spencer
20	mentioned, he and I, on behalf of our respective
21	clients, met yesterday. As part of that discussion,
22	we considered the status of the case and the pending
23	motions on discovery. With developments and
24	agreements that were reached yesterday, we believe
25	that no hearing on either the Division's motion or
1	

Page 6 PEMC's motion regarding discovery is necessary. 1 And 2 if you would like -- I don't know, Mr. Spencer, if 3 you have anything to add on to that -- my next topic 4 will be geared towards the hearing and that process. MR. SPENCER: No. I believe that 5 6 appropriately stated the discussions we had 7 yesterday. 8 MS. SCHMID: The parties --9 MS. REVELT: So let me clarify that no hearing today on the motions is necessary. 10 11 MS. SCHMID: That's correct. The 12 Division can withdraw its motion. 13 MS. REVELT: You're withdrawing your motion? 14 15 MS. SCHMID: Yes, the Division will withdraw its motion. 16 MS. REVELT: Okay. 17 MS. SCHMID: Regarding the hearing on 18 the 25th of this month, the parties believe that 19 20 through good faith and constructive efforts, they 21 should be able to present a resolution to the 22 Commission for consideration on the 25th. And in addition --23 24 MR. SPENCER: I concur with that. 25 MS. SCHMID: -- I just have one

1	Page 7 question. The Division's witnesses will be
2	available on the 25th. Will PEMC's witnesses be
3	available on that date as well?
4	MR. SPENCER: Yes
5	MS. SCHMID: Perfect.
6	MR. SPENCER: assuming we don't
7	have a resolution to simply present.
8	MS. SCHMID: Sometimes the Commission
9	has questions and it is the practice before the
10	Commission and I know you're not a regular
11	practitioner here that we have witnesses
12	available in case the Commission has questions for
13	the witnesses.
14	MR. SPENCER: Will that be by phone,
15	will that be sufficient?
16	MS. SCHMID: I believe so. Again,
17	the practice is that people be here in person, but
18	due to circumstances particularly people who are
19	out of state and who are needed for a short,
20	discreet purpose often, the party with the
21	witness that wants to appear by phone works with the
22	other counsel to get an agreement that that is okay,
23	and then they present that agreement to the
24	Commission. The Division would not object to PEMC's
25	witnesses appearing by phone.
1	

Page 8 1 MR. SPENCER: I appreciate that. 2 MS. REVELT: So let me summarize what 3 you just said, that you plan on filing a 4 resolution --5 MS. SCHMID: Sorry, plan on presenting. I don't know if it will be in written 6 form or not. 7 8 MS. REVELT: -- presenting a 9 resolution at the hearing on the 25th? MS. SCHMID: That is correct. 10 11 MS. REVELT: And you will have 12 witnesses available for questions from the 13 Commission, both parties will? MS. SCHMID: 14 Indeed. 15 MS. REVELT: Okay. 16 MR. SPENCER: Yes. 17 MS. REVELT: All right. So that kind of summarizes the status of the case -- summarizes 18 the status conference, and since there's no 19 requirement -- or you're withdrawing your motion for 20 21 a hearing today -- are there any other matters to 2.2 discuss? 23 MS. SCHMID: I'm withdrawing my 24 motion. I don't know if PEMC is withdrawing its 25 motion or just stating that --

Page 9 1 MR. SPENCER: PEMC is withdrawing its 2 motion as well. 3 MS. SCHMID: Thank you. 4 MS. REVELT: Typically -- as you 5 know, I'm new to this -- but will you be filing a formal withdrawal to the motion? 6 7 MS. SCHMID: Yes. 8 MS. REVELT: Okay. Are there any 9 other matters to discuss today? MS. SCHMID: Nothing further from the 10 11 Division. 12 MS. REVELT: Mr. Spencer? 13 MR. SPENCER: Nothing further from 14 PEMC. 15 MS. REVELT: With that, I believe this hearing is adjourned. 16 17 (The hearing concluded at 3:10 p.m.) 18 19 20 21 2.2 23 24 25

1	REPORTER'S CERTIFICATE
2	STATE OF UTAH )
3	COUNTY OF SUMMIT )
4	
5	I, Mary R. Honigman, a Registered Professional
6	Reporter, hereby certify:
7	THAT the foregoing proceedings were taken before
8	me at the time and place set forth in the caption hereof;
9	that the witness was placed under oath to tell the truth,
10	the whole truth, and nothing but the truth; that the
11	proceedings were taken down by me in shorthand and
12	thereafter my notes were transcribed through computer-aided
13	transcription; and the foregoing transcript constitutes a
14	full, true, and accurate record of such testimony adduced
15	and oral proceedings had, and of the whole thereof.
16	I have subscribed my name on this 14th day of
17	September, 2018.
18	
19	Mary R. Honigman
20	Registered Professional Reporter #972887
21	
22	
23	
24	
25	

Index: 12th..concluded

1	8	3:13	4:17 5:3,4	8:18
<b>12th</b> 1:11	801 530-6713	<b>Again</b> 7:16	assuming 7:6	circumstance s 4:8 7:18
<b>140</b> 2:9	2:5	agreement 7:22,23	Attorney 3:14	<b>City</b> 1:9 2:5
<b>18-2602-01</b> 1:2 3:6	<b>801 566-1884</b> 2:10	agreements 5:24	August 4:21	clarify 6:9
<b>18th</b> 4:21	<b>84070</b> 2:9	5.24 <b>All</b> 8:17	available 4:9 7:2,3,12 8:12	<b>clients</b> 3:23 5:21
2	<b>84114</b> 2:5	allow 4:12	B	COLLIER 2:8
	9	<b>also</b> 4:17,19	<b>before</b> 1:1 7:9	<b>come</b> 4:13
<b>2018</b> 1:11	<b>9</b> 2:9	anything 6:3	behalf 3:15	comments
<b>25th</b> 4:17 6:19,22 7:2 8:9	<b>9000</b> 2:9	appear 7:21	5:20	5:9,11,15,16
3	A	appearances 2:1 3:11	<b>believe</b> 5:10, 24 6:5,19 7:16 9:15	Commission 1:1,7 4:12,23 6:22 7:8,10, 12,24 8:13
<b>300</b> 1:8 2:4	able 6:21	appearing 2:7 7:25	best 5:2	commissione r 4:8
<b>3:00</b> 1:12	add 6:3 addition 6:23	appreciate	bit 4:3	commissione
<b>3:10</b> 9:17	adjourned	8:1	both 8:13	<b>rs</b> 3:7
4	9:16	appropriate 4:23	C	<b>Company</b> 1:4 2:7 3:5,20
<b>494839</b> 1:14	administrativ e 4:8	appropriately 6:6	<b>Carol</b> 2:2 3:6	<b>Company's</b> 4:20 5:2,5
<b>4th</b> 1:8	afternoon	arguments	<b>case</b> 4:11 5:22 7:12	concluded

Index: concur..Lake

9:17	4:18 5:3,23 6:1	efforts 6:20	4:15	18 8:9,21 9:16,17
concur 6:24	Discovery-	either 5:25	form 8:7	here 7:11,17
<b>conference</b> 1:2 3:3,8 4:10	related 1:3 3:4	Energy 1:3 2:7 3:5,20	formal 5:3 9:6	Honigman
8:19	discreet 7:20	4:20 5:2,5	<b>further</b> 9:10, 13	1:13
consideration 4:22 6:22	discuss 8:22	establish 5:4	 G	I
considered	9:9	except 4:2		identify 3:12
5:22	discussion 5:21	F	geared 6:4	initial 3:10
constructive 6:20	discussions 6:6	faith 6:20	<b>general</b> 5:15, 16,17	issues 4:15
<b>correct</b> 6:11 8:10	<b>Division</b> 2:3 3:15 4:22,24	fashion 5:1	General's 3:14	J
<b>counsel</b> 3:20 4:21 7:22	6:12,15 7:24 9:11	feasible 5:8	<b>good</b> 3:13 6:20	<b>JOB</b> 1:14
	Division's 5:25 7:1	feedback 4:3	great 4:2	judge 4:9
	<b>Docket</b> 1:2	Fifth 2:4	н	ĸ
<b>data</b> 5:6	3:5	filing 8:3 9:5		<b>keep</b> 4:25
<b>date</b> 1:11 5:5, 8 7:3	<b>DPU's</b> 5:4	finally 5:6	<b>happy</b> 5:13	
decided 5:18	due 4:7 7:18	first 4:6 5:3,6, 12	<b>hear</b> 4:14 5:2, 7,12	kind 8:17 L
developments	E	Floor 1:8 2:4	hearing 1:2,6	
5:23 discovery	East 1:8 2:4	following	3:3,9 4:10,16 5:7,25 6:4,10,	Lake 1:9 2:5

Index: law..presiding

law 4:8	Mining 1:3 2:7 3:5,20	noticed 3:3	participate 4:24	22,24 7:14, 21,25
let 4:7 6:9 8:2	4:20 5:2,5	0	nortioulorly	nhanaa 1:1
<b>like</b> 4:7,14,19 5:7 6:2	<b>month</b> 6:19	object 7:24	particularly 7:18	phones 4:1 place 3:3
lines 4:1,4	<b>motion</b> 4:21, 22 5:3,4,14,	<b>Office</b> 3:15	parties 3:17 4:12,14,15	place 3.3
little 4:3	25 6:1,12,14, 16 8:20,24,25 9:2,6	officer 2:2 3:8	5:7 6:8,19 8:13	PLLC 2:8
	motions 1:3	often 7:20	<b>party</b> 7:20	positions
	3:4 4:18 5:23 6:10	one 6:25	Patricia 2:4 3:14 5:10	4:13
<b>Mary</b> 1:13	multiple 4:1	opportunity	<b>PEMC</b> 1:4	possible 5:18
<b>matter</b> 3:4,10 4:6 5:18	<b>mute</b> 4:2	4:12	8:24 9:1,14	practice 7:9, 17
<b>matters</b> 8:21 9:9	N	order 4:25	<b>PEMC's</b> 6:1 7:2,24	practitioner 7:11
3.5		orderly 5:1	pending 4:18	7.11
<b>may</b> 5:10	name 3:6	<b>over</b> 4:9	5:22	prepared 4:16
mention 4:19	necessary 6:1,10	P	<b>people</b> 3:11, 22 4:1 7:17,	<b>present</b> 6:21
mentioned 5:20	needed 7:19	<b>p.m.</b> 1:12 9:17	18 <b>Perfect</b> 7:5	7:7,23 presenting
<b>merits</b> 4:11, 16	<b>new</b> 9:5	Pacific 1:3	person 7:17	8:6,8
<b>met</b> 5:11,21	<b>next</b> 6:3	2:7 3:5,20 4:20 5:2,5	<b>Ph.d</b> 2:8	preside 4:9
mind 5:8	<b>Nothing</b> 9:10, 13	part 5:21	<b>phone</b> 3:12,	presiding 2:2 3:8

proceed 4:16 5:1	regarding 4:20 6:1,18	\$	sometimes 4:3 7:8	8:18
<b>PROCEEDING</b> <b>S</b> 1:6 3:1	regular 7:10	said 8:3	soon 4:11	T
process 6:4	remains 5:8	<b>Salt</b> 1:9 2:5	<b>Sorry</b> 8:5	take 3:10
pschmid@	remove 4:21	Sandy 2:9	<b>South</b> 1:8 2:4, 9	TAKEN 1:7
<b>agutah.gov</b> 2:6	REPORTER 1:13	Schmid 2:4 3:13,14 5:13, 16,19 6:8,11,	<b>Spencer</b> 2:8 3:19,23 4:5	<b>telephone</b> 3:18
<b>Public</b> 1:1,7 2:3 3:15	<b>requests</b> 5:6	15,18,25 7:5, 8,16 8:5,10, 14,23 9:3,7,	5:10,17,19 6:2,5,24 7:4, 6,14 8:1,16	TELEPHONIC ALLY 2:7
purpose 7:20	requirement 8:20	10	9:1,12,13	<b>Terry</b> 2:8 3:19 4:2
put 4:1	<b>resolution</b> 6:21 7:7 8:4,9	September 1:11 4:17	<b>state</b> 4:13 7:19	4.2
Q	resolve 5:18	serve 3:7	stated 6:6	spencerandc ollier.com 2:10
question 7:1	respect 4:18	Service 1:1,7	stating 8:25	<b>their</b> 4:1,13,
<b>questions</b> 7:9,12 8:12	respective	<b>set</b> 5:6	status 1:2 3:3,8 4:9 5:22	17
R	5:20	<b>short</b> 7:19	8:18,19	themselves 3:12
	response 5:5	<b>should</b> 5:12 6:21	sufficient 7:15	things 4:25
<b>R.P.R.</b> 1:13	<b>Revelt</b> 2:2 3:2,6,17,21, 25 4:6 5:14	simple 4:25	Suite 2:9	thought 4:23
reached 5:24 record 4:13	6:9,13,17 8:2, 8,11,15,17 9:4,8,12,15	simply 7:7	<b>summarize</b> 8:2	through 6:20
	- ,-,-,-	<b>since</b> 8:19	summarizes	time 1:12 3:2

Index: today..yesterday

today 3:9,22 4:10,24 6:10 8:21 9:9	whether 4:15 5:7		
topic 6:3	will 3:11 4:15 6:4,15 7:1,2, 14,15 8:6,11,		
towards 6:4	13 9:5		
Typically 9:4	<b>withdraw</b> 6:12,16		
U	<b>withdrawal</b> 9:6		
unavoidable 4:7	withdrawing 6:13 8:20,23, 24 9:1		
under 4:22			
<b>Utah</b> 1:1,7,9 2:5,9 3:14	witness 7:21 witnesses		
<b>Utilities</b> 2:3 3:16	7:1,2,11,13, 25 8:12		
w	works 7:21		
	written 8:6		
wanted 4:12	Y		
wants 7:21			
Wednesday 1:11	<b>yesterday</b> 5:11,21,24 6:7		
<b>West</b> 2:9			
		0 000 111	