1 Peter J. Richardson RICHARDSON ADAMS, PLLC 2 515 N. 27th Street Boise, Idaho 83702 3 (208) 938-7901 (dd) peter@richardsonadams.com 4 5 BEFORE THE IDAHO 6 7 PUBLIC UTILITIES COMMISSION 8 9 IN THE MATTER OF UNITED ELECTRIC Case No.: C15-E-23-01 10 CO-OP INC.'S FORMAL COMPLAINT FOR VIOLATION OF CONTRACT ENTERED 11 INTO PURSUANT TO THE IDAHO UNITED ELECTRIC CO-OP, INC.'S ELECTRIC STABILIZATION ACT. **HEARING BRIEF** 12 13 **COMES NOW**, the Complainant, United Electric Co-op, Inc. 1 by and through its 14 attorney, Peter J. Richardson of the firm Richardson Adams, PLLC, and pursuant to Order No. 15 35855 issued by the Idaho Public Utilities Commission ("Commission") on July 21, 2023, and 16 hereby lodges its Hearing Brief in anticipation of the public hearing scheduled in this matter for 17 18 August 14, 2023. In Order No. 35855 the Commission directed that, 19 The hearing briefs shall contain a statement of the issue, a recitation of the party's position, and any factual support for that position. Each party shall also file 20 copies of any exhibits it expects to produce and discuss at the hearing. If the 21 parties intend to call witnesses, the parties shall also file prepared testimony.² 22 23 24 25 26 27 ¹ Herein "United Electric" or "United." 28 ² Order No. 35855 at p. 4. UNITED ELECTRIC CO-OP, INC.'S HEARING BRIEF - 1

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Order No. 35855 also provides that:

The evidentiary hearing shall be on the singular factual dispute concerning the physical location of the facility at it relates to Burley and United's respective service territories as defined by the current agreements and amendments.³

Finally, Order No. 35855 provides that:

For the purposes of the evidentiary hearing the Commission shall consider the Agreements between the parties valid and enforceable.⁴

STATEMENT OF THE ISSUE

In Order No. 35855, the Commission asked the Parties to include a "statement of the issue" in their hearing briefs. However, the Commission's order itself provides a comprehensive statement of the issue:

> The evidentiary hearing shall be on the singular factual dispute concerning the physical location of the Facility as it relates to Burley and United's respective service territories as defined by the current agreements and amendments. For purposes of the evidentiary hearing the Commission shall consider the Agreements between the parties valid and enforceable.

Of course, the Commission's assumption that the current agreements and amendments thereto are valid and enforceable is a good assumption. United's complaint rests on that foundational assumption. In addition, the City of Burley⁵ has admitted that the Agreements and amendments have not been amended, altered or revised in response to a United Request for Admission submitted to the City as follows:

 $^{^{3}}$ *ld* at pp. 3 – 4.

⁴ *Id* at p. 4.

⁵ Sometimes referred to herein as the "City."

REQUEST FOR ADMISSION NO 3:

Please admit that the referenced Territory Agreements and Amendments that were the subject of the City's and United's joint application (dated June 12, 2003) in Idaho PUC docket No. GNR-E-03-03 have not been amended, altered, or revised since the time of filing of the joint application in GNR-E-03-03.

RESPONSE TO REQUEST FOR ADMISSION NO. 3:

The City admits this Request for Admission.

Michael Darrington, United's General Manager, provides testimony that includes

Exhibits 6 and 12 from United's complaint that initiated this proceeding. Those exhibits are

comprised of maps delineating the respective service territories of the two utilities. Those

exhibits also show the location of the new Suntado facility. The conclusion from Mr.

Darrington's testimony and from Exhibits 6 and 12 is that the Suntado facility is squarely within

the boundaries of United Electric Co-op, Inc. As testified to by Mr. Darrington, the City has

even admitted that Exhibit 12 'speaks for itself.' Of course, when Exhibit 12 "speaks" for itself

it is clearly stating (and graphically illustrating) United's position that the Suntado facility is

located in its service territory.

THE CITY OF BURLEY HAS TAKEN INCONSISTENT AND INCOMPATIBLE POSITIONS ON WHETHER OR NOT THE SUNTADO FACILITY IS – OR IS NOT - IN UNITED'S SERVICE TERRITORY

Paragraph 11 of United's Complaint asserts:

11. In the Fall of last year, (2022), United learned that Suntado, LLC is in the process of developing a large milk processing facility on a tract of land that is wholly in United's service territory.

In its Answer the City of Burley clearly, unequivocally and without reservation declared that United's assertion is correct, the Suntado facility is located wholly in United's service territory. The City's answer in total provided:

11. The statements of Paragraph 11 are not within the knowledge base of Respondents, however, *Respondents [Burley] admit the Suntado facility is*

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currently in United Electric's currently existing service territory. [emphasis added]

In addition, Burley admits that United Electric Co-op is currently serving a home on the Suntado site. Burley admitted to United's allegations in Paragraphs 15 and 16 that the house on the Suntado site that is currently listed as the business address for Suntado is being served by United Electric:

- 15. The house at 1210 W. 16th Ave., Burley, is currently being service by United Electric.
- 15. The Respondents [Burley] admit the allegations of Paragraph 15.
- 16. The house at 1210 W. 16th Ave., Burley, Idaho is being used as the physical business address of Suntado. See Exhibit No. 7 for a copy of Suntado's annual report to the Idaho Secretary of State indicating that Suntado's physical address is 1210 W. 16th Ave., Burley, Idaho.
- 16. The Respondents [Burley] admit the allegations of Paragraph 15.

Despite specifically admitting "the Suntado facility is currently in United Electric's currently existing service territory" [Paragraph 11 of Burley's Answer]; and despite admitting that United is currently serving the home on the Suntado site that is being used as the business address for Suntado [Paragraphs 15 and 16 of Burley's Answer]; Burley then, inexplicably, denies that the Suntado site is in United's service territory. According to Burley's response to Paragraph 18 of United's Complaint:

- 18. The site in question is wholly located withing the Commission approved service territory of United Electric Co-op, Inc.
- 18. The Respondents [Burley] deny the allegations of Paragraph 18.

United has in good faith, and using its best efforts, attempted to understand and provide Burley ample opportunities to disclose the foundation of its denials regarding whose service territory the Suntado facility is located within. For example, United Electric has served discovery questions to the City that have specifically asked Burley to provide correspondence, maps, and agreements

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that support Burley's denials. The City's responses have been vague, disorganized, and unresponsive as to these foundational questions. Burley has not provided evidence that it has any authority to provide electric service to the Suntado site. Either Burley is playing 'hide-the-ball' and has some mysterious and unknown theory as to how the facility can be both in United Electric's service territory and at the same time is not in United Electric's service territory – or its Answer is so inconsistent, contradictory and unreliable such that it should be disregarded in its entirety by the Commission in its deliberations. If it be the former, it is incumbent upon the City to stop wasting the Commission's and United's time and resources and make a forthright statement of its theory of the case or if it be the latter, then Burley should withdraw opposition to United's complaint and facilitate the uneventful transfer of the Suntado electric connections to United.

United Electric reserves its right, as provided for in the Commission's Order No. 35855 to file rebuttal testimony/pleadings as such may be warranted in response to the City's anticipated filings herein.

Dated this 31st day of July 2023.

Peter J. Richardson

CERTIFICATE OF SERVICE

I hereby certify that on this 31st day of July 2023, I caused to be delivered via electronic mail only the foregoing Hearing Brief of United Electric Co-op, Inc. in IPUC Docket No. C15-E-23-01 on the following Parties:

// | UNITED ELECTRIC CO-OP, INC.'S HEARING BRIEF - 5

The City of Burley Idaho Public Utilities Commission Jaxon Munns, Counsel Jan Noriyuki, Commission Secretary secretary@puc.idaho.gov jan.noriyuki@puc.idaho.gov jaxon@murrayziel.com Chris Burdin, Deputy Attorney General chris.burdin@puc.idaho.gov Brent Wallin bwallin@burleyidaho.org Peter J. Richardson, ISB # 3195 UNITED ELECTRIC CO-OP, INC.'S HEARING BRIEF - 6