BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE PETITION OF TRANSCANADA KEYSTONE PIPELINE, LP FOR ORDER ACCEPTING CERTIFICATION OF PERMIT ISSUED IN DOCKET HP09-001 TO CONSTRUCT THE KEYSTONE XL PIPELINE STAFF'S BRIEF IN RESPONSE TO MOTION TO PRECLUDE WITNESSES FROM OFFERING TESTIMONY WHO DID NOT FILE PRE-FILED TESTIMONY

HP14-001

COMES NOW, Staff ("Staff") of the South Dakota Public Utilities Commission ("Commission") and hereby files this brief in response to Keystone's Motion to Preclude Witnesses from Offering Testimony Who Did Not File Pre-Filed Testimony ("Motion"). For the following reasons, Staff recommends the Commission overrule the objections of those parties objecting to the requirement of filing pre-filed testimony, but does not take a position as to whether or not the appropriate sanction is preclusion.

I. Procedural Background

Per Commission Order, Dated December 17, 2014, parties to this proceeding were to file pre-filed testimony by April 2, 2015. On April 2, 2015, Dakota Rural Action ("DRA") and Intertribal COUP filed objections to the requirement of filing pre-filed testimony. Other parties have since joined in their objection. On April 6, 2015, Keystone filed its Motion.

II. Argument and Authorities

DRA, Intertribal COUP, and parties joining in their objection ("the Objecting Parties") argue that that Commission lacks the authority to order pre-filed testimony. These Objecting Parties contend that SDCL § 15-6-43(a) prohibits the Commission from requiring pre-filed

testimony, in spite of ARSD 20:10:01:22.06. It is the Objecting Parties' argument that the rule and statute are at odds and, therefore, the rule fails. To the contrary, the statute and the rule are not in controversy and can be reconciled. SDCL § 15-6-43(a) requires that testimony of witnesses shall be taken orally in open court. The Objecting Parties' argument might be true should the Commission consider the written testimony without also requiring oral testimony in an open hearing. However, the Commission *does* require that each witness provide oral testimony. As is evidenced by numerous Commission proceedings, pre-filed testimony precedes and is supported by oral testimony, and the pre-filed testimony is typically offered as an exhibit, after which the witness is subject to cross-examination. If the pre-filed testimony is not followed by oral testimony, it is not taken into consideration and made part of the official record. Because it is not part of the record until it is adopted orally, it is not testimonial in nature and, therefore, it could not possibly violate SDCL § 15-6-43(a). However, for the purpose of discussion, Staff will still refer to pre-filed testimony as "testimony".

Nothing in this statute prohibits the Commission from requiring that that testimony also be provided ahead of time in order to give the Commission and all parties adequate time to give due consideration to that testimony. Throughout this hearing, it has been stated repeatedly by many parties that the issues are complex. This is very true and is all the more reason for the Commission and all parties to utilize all tools at their disposal to give all testimony its due consideration. Therefore, every party stands to benefit from the Commission having the opportunity to give thought to witness testimony prior to that testimony actually being offered in an open hearing and put into the record, in accordance with SDCL § 15-6-43(a). Due process, a more complete and better record, time for evaluation of fact and opinion, and resultantly the public interest are all better served with pre-filed testimony.

Furthermore, the objection is untimely. The Commission ordered pre-filed testimony on December 17, 2014. However, no party made any objection to that order until April 2, 2015, 114 days after the hearing in which pre-filed testimony was verbally ordered, 107 days after the Commission released its written order, and not until the very day that pre-filed testimony was due. At the time of the Commission meeting in December, no party raised any objection to the Commission's ordering pre-filed testimony. Therefore, that objection should be considered waived.

III. Conclusion

For the aforementioned reasons, Staff recommends the Commission overrule the objections to the submission of pre-filed testimony and grant, at least in part, Keystone's Motion. However, Staff does not take a position as to whether the testimony should be precluded as Keystone requests.

Dated this 10th day of April, 2015.

Kristen N. Edwards

Staff Attorney

South Dakota Public Utilities Commission

500 East Capitol Avenue

Pierre, SD 57501

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE PETITION OF)	CERTIFICATE OF SERVICE
TRANSCANADA KEYSTONE PIPELINE, LP)	
FOR ORDER ACCEPTING CERTIFICATION)	HP14-001
OF PERMIT ISSUED IN DOCKET HP09-001)	
TO CONSTRUCT THE KEYSTONE XL)	
PIPELINE)	

I hereby certify that true and correct copies of Staff's Brief in Response to Motion to Preclude Witnesses from Offering Testimony Who Did Not File Pre-Filed Testimony, and Certificate of Service were served electronically to the Parties listed below, on the 10th day of April, 2015, addressed to:

Ms. Patricia Van Gerpen
Executive Director
South Dakota Public Utilities Commission
500 E. Capitol Ave.
Pierre, SD 57501
patty.vangerpen@state.sd.us

Ms. Kristen Edwards
Staff Attorney
South Dakota Public Utilities Commission
500 E. Capitol Ave.
Pierre, SD 57501
Kristen.edwards@state.sd.us

Mr. Brian Rounds
Staff Analyst
South Dakota Public Utilities Commission
500 E. Capitol Ave.
Pierre, SD 57501
brian.rounds@state.sd.us

Mr. Darren Kearney Staff Analyst South Dakota Public Utilities Commission 500 E. Capitol Ave. Pierre, SD 57501 darren.kearney@state.sd.us

Mr. James E. Moore Attorney Woods, Fuller, Shultz and Smith P.C. PO Box 5027 Sioux Falls, SD 57117 james.moore@woodsfuller.com Mr. Bill G. Taylor Attorney Woods, Fuller, Shultz and Smith P.C. PO Box 5027 Sioux Falls, SD 57117 bill.taylor@woodsfuller.com

Mr. Paul F. Seamans 27893 249th St. Draper, SD 57531 jacknife@goldenwest.net

Mr. John H. Harter 28125 307th Ave. Winner, SD 57580 johnharter11@yahoo.com

Ms. Elizabeth Lone Eagle PO Box 160 Howes, SD 57748 bethcbest@gmail.com

Mr. Tony Rogers
Rosebud Sioux Tribe - Tribal Utility
Commission
153 S. Main St.
Mission, SD 57555
tuc@rosebudsiouxtribe-nsn.gov

Ms. Viola Waln PO Box 937 Rosebud, SD 57570 walnranch@goldenwest.net Ms. Jane Kleeb Bold Nebraska 1010 N. Denver Ave. Hastings, NE 68901 jane@boldnebraska.org

Mr. Benjamin D. Gotschall Bold Nebraska 6505 W. Davey Rd. Raymond, NE 68428 ben@boldnebraska.org

Mr. Byron T. & Ms. Diana L. Steskal 707 E. 2nd St. Stuart NE 68780 prairierose@nntc.net

Ms. Cindy Myers, R.N. PO Box 104 Stuart, NE 68780 csmyers77@hotmail.com

Mr. Arthur R. Tanderup 52343 857th Rd. Neligh, NE 68756 atanderu@gmail.com

Mr. Lewis GrassRope PO Box 61 Lower Brule, SD 57548 wisestar8@msn.com (605) 208-0606 - voice

Ms. Carolyn P. Smith 305 N. 3rd St. Plainview, NE 68769 peachie 1234@yahoo.com

Mr. Robert G. Allpress 46165 Badger Rd. Naper, NE 68755 bobandnan2008@hotmail.com (402) 832-5298 - voice

Mr. Jeff Jensen 14376 Laflin Rd. Newell, SD 57760 jensen@sdplains.com

Mr. Louis T. Genung 902 E. 7th St. Hastings, NE 68901 tg64152@windstream.net Mr. Peter Capossela, P.C. Attorney at Law PO Box 10643 Eugene, OR 97440 pcapossela@nu-world.com

Ms. Nancy Hilding 6300 W. Elm Black Hawk, SD 57718 nhilshat@rapidnet.com

Mr. Gary F. Dorr 27853 292nd Winner, SD 57580 gfdorr@gmail.com

Mr. Bruce & Ms. RoxAnn Boettcher Boettcher Organics 86061 Edgewater Ave. Bassett, NE 68714 boettcherann@abbnebraska.com

Ms. Wrexie Lainson Bardaglio 9748 Arden Rd.
Trumansburg, NY 14886
wrexie.bardaglio@gmail.com
(607) 229-8819 - voice

Mr. Cyril Scott
President
Rosebud Sioux Tribe
PO Box 430
Rosebud, SD 57570
cscott@gwtc.net
ejantoine@hotmail.com

Mr. Eric Antoine
Attorney
Rosebud Sioux Tribe
PO Box 430
Rosebud, SD 57570
ejantoine@hotmail.com

Ms. Paula Antoine
Sicangu Oyate Land Office Coordinator
Rosebud Sioux Tribe
PO Box 658
Rosebud, SD 57570
wopila@gwtc.net
paula.antoine@rosebudsiouxtribe-nsn.gov

Mr. Harold C. Frazier Chairman Cheyenne River Sioux Tribe PO Box 590 Eagle Butte, SD 57625 haroldcfrazier@yahoo.com

Ms. Amy Schaffer PO Box 114 Louisville, NE 68037 amyannschaffer@gmail.com

Ms. Debbie J. Trapp 24952 US HWY 14 Midland, SD 57552 mtdt@goldenwest.net

Ms. Gena M. Parkhurst 2825 Minnewasta Place Rapid City, SD 57702 gmp66@hotmail.com

Ms. Joye Braun PO Box 484 Eagle Butte, SD 57625 jmbraun57625@gmail.com

Mr. Robert Flying Hawk Chairman Yankton Sioux Tribe PO Box 1153 Wagner, SD 57380 Robertflyinghawk@gmail.com

Ms. Thomasina Real Bird Attorney Fredericks Peebles & Morgan LLP 1900 Plaza Dr. Louisville, CO 80027 trealbird@ndnlaw.com

Ms. Chastity Jewett 1321 Woodridge Dr. Rapid City, SD 57701 chasjewett@gmail.com

Mr. Duncan Meisel 350.org 20 Jay St. #1010 Brooklyn, NY 11201 duncan@350.org

Ms. Sabrina King Dakota Rural Action 518 Sixth Street, #6 Rapid City, SD 57701 sabrina@dakotarural.org Mr. Frank James Dakota Rural Action PO Box 549 Brookings, SD 57006 fejames@dakotarural.org

Mr. Bruce Ellison Attorney Dakota Rural Action 518 Sixth St. #6 Rapid City, SD 57701 belli4law@aol.com

Mr. Tom BK Goldtooth Indigenous Environmental Network (IEN) PO Box 485 Bemidji, MN 56619 ien@igc.org

Mr. Dallas Goldtooth 38371 Res. HWY 1 Morton, MN 56270 goldtoothdallas@gmail.com

Ms. Bonny Kilmurry 47798 888 Rd. Atkinson, NE 68713 bikilmurry@gmail.com

Mr. Robert P. Gough Secretary Intertribal Council on Utility Policy PO Box 25 Rosebud, SD 57570 bobgough@intertribalCOUP.org

Mr. Terry & Cheryl Frisch 47591 875th Rd. Atkinson, NE 68713 tcfrisch@q.com

Ms. Tracey Zephier
Fredericks Peebles & Morgan LLP
Ste. 104
910 5th St.
Rapid City, SD 57701
tzephier@ndnlaw.com

Mr. Robin S. Martinez
Martinez Madrigal & Machicao, LLC
616 W. 26th St.
Kansas City, MO 64108
robin.martinez@martinezlaw.net

Ms. Mary Turgeon Wynne, Esq. Rosebud Sioux Tribe - Tribal Utility Commission 153 S. Main St Mission, SD 57555 tuc@rosebudsiouxtribe-nsn.gov

Mr. Matthew L. Rappold Rappold Law Office 816 Sixth St. PO Box 873 Rapid City, SD 57709 Matt.rappold01@gmail.com Ms. April D. McCart
Certified Paralegal
Martinez Madrigal & Machicao, LLC
616 W. 26th St.
Kansas City, MO 64108
april.mccart@martinezlaw.net

Mr. Paul C. Blackburn - Representing: Bold Nebraska Attorney 4145 20th Ave. South Minneapolis, MN 55407 paul@paulblackburn.net

Ms. Kimberly E. Craven - Representing: Indigenous Environmental Network (IEN) Attorney 3560 Catalpa Way Boulder, CO 80304 kimecraven@gmail.com

And on April 10, 2015, a true and accurate copy of the foregoing was mailed via U.S. Mail, first class postage prepaid, to the following:

Mr. Cody Jones 21648 US HWY 14/63 Midland, SD 57552

Ms. Elizabeth Lone Eagle PO Box 160 Howes, SD 57748 Mr. Jerry Jones 22584 US HWY 14 Midland SD 57552

Mr. Ronald Fees 17401 Fox Ridge Rd. Opal, SD 57758

Kristen N. Edwards

Staff Attorney

South Dakota Public Utilities Commission

500 East Capitol Pierre, SD 57501