Exhibit No. JLM-1T Docket No. TG-200250 Witness: Jeffery McMahon

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Application of: DOCKET TG-200250

ADE DUMPSTERS, LLC

for Authority to Operate as a Solid Waste Collection Company in Washington

Direct Testimony of

JEFFERY L. MCMAHON

On behalf of Waste Management of Washington, Inc.

December 9, 2020

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1		I. EXPERIENCE AND SUMMARY OF TESTIMONY
2		
3	Q.	Please state your name and business address.
4	A.	My name is Jeffery L. McMahon. My business address is 6211 234th Street
5		Southeast, Woodinville, WA 98072.
6		
7	Q.	By whom are you employed and in what capacity?
8	A.	I am employed by Waste Management of Washington, Inc. ("Waste Management")
9		d/b/a Waste Management - North Sound and Waste Management - Marysville as a
10		District Manager.
11		
12	Q.	What is the purpose of your testimony?
13	A.	First, I will testify about the many options Waste Management offers its drop box
14		customers in the area of overlap with ADE's application. Second, I will discuss
15		how we avoid damage when serving our customers, and how we rectify damage on
16		those rare occasions when it occurs.
17		
18	Q.	Would you please describe your professional employment experience?
19	A.	I joined Waste Management in April, 1989, and have served in management for
20		20 years, including 13 years as a District Manager.
21		Prior to joining Waste Management, I worked for a trucking company for
22		nine years driving semi-trucks. I continued as a full-time driver for my first 13
23		years at Waste Management, as both a residential and commercial collection driver

1		a roll-off driver, and a driver trainer. I drove roll-off trucks for about four of those
2		years.
3		In 2000, I became a Route Manager, and then in 2007 a District Manager,
4		first for what was then Waste Management's Bothell, Washington site, and then its
5		Kirkland / King County site. In 2011, Waste Management merged those sites with
6		operations farther north and I became the District Manager of what is now the North
7		Sound operation. I also oversee the District Manager directly responsible for our
8		Marysville and Skagit operations.
9		
10	Q.	Please describe your relevant professional qualifications and training.
11	A.	I earned my commercial driver's license ("CDL") in 1984 and have maintained it
12		ever since. In my 32 years with Waste Management, I have also received, and
13		continue to receive, a wide range of training covering safety, environmental
14		protection, business and financial management, and personnel issues in the solid
15		waste hauling industry, among others.
16		
17	Q.	What are your primary responsibilities for Waste Management?
18	A.	As District Manager, I oversee all Waste Management's day-to-day operations
19		based in Woodinville, Washington, including sizeable areas of King County subject
20		to the Washington Utilities and Transportation Commission's ("Commission" or
21		"UTC") jurisdiction over solid waste collection under UTC Tariff No. 19. Including
22		both UTC-jurisdictional and locally contracted service areas, North Sound is the

seventh-largest Waste Management operation in the United States, with 137 daily
routes (commercial and residential) and 250 employees.

The North Sound operation that I oversee provides drop box service subject to UTC jurisdiction in King County roughly within the area from Interstate 90 north and from around the north end of Lake Washington east to the northeast corner of the county. All of that area is within the area ADE Dumpsters LLC ("ADE") proposes to serve in its certificate application in this docket. Within that area, I am ultimately responsible for Waste Management staffing and collection scheduling; making sure we have enough collection vehicles and other equipment in good working order to make our collections; dealing with requests for new, changed, or individually-scheduled service; responding to other safety and collection issues from customers and the general public; and ensuring Waste Management maintains compliance with applicable regulations and other requirements.

II. WASTE MANAGEMENT ALREADY PROVIDES THE DROP BOX SERVICES THAT ADE PROPOSES

Q. Please describe Waste Management's drop box services.

A. As discussed in Mr. Weinstein's testimony, we offer drop box service in 10, 15, 20, 25, 30, and 40-yard containers. Just in the North Sound fleet, we have about 25 roll-off trucks to deliver and haul these containers. We also offer smaller dumpsters at two-yard increments below 10 yards, though I understand ADE is not proposing to provide service that small.

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2	Q.	When a customer wants new service in one of those containers, how can the
3		get it from Waste Management?

A new drop box customer would call Waste Management's customer service line. The Waste Management representative will make sure the customer is in a location and wants a commodity hauled that are within Waste Management's UTC certificate or city franchised authority. Then they will discuss the customer's needs, like sending the right size of box for what they need hauled. For waste from a household cleanout, up to a 30-yard box might be appropriate because those materials aren't too heavy. You might have two to three tons in the box. With something like roofing shingles or concrete though, the call center would probably tell a customer to take no more than a 10- or 20-yard box, because those materials get much heavier. You could probably load 20 tons of shingles into a 30-yard box, but we wouldn't want to do that.

The call center will also ask the customer about where the container is going to be placed and discuss the best option. Driveways are typical. They aren't usually made for heavy equipment, so that's something the call center will take into account and why they would usually recommend a smaller box for heavier loads. For heavy materials like concrete or shingles, we wouldn't recommend placing the box on grass or dirt because the loaded truck might sink into the ground. In hot times of the year, heavy containers can sometimes sink into asphalt, too. The call center will take all of that information into account to recommend the right size of container,

1		and can discuss other steps the customer can take, like having wood available to put
2		down when the driver delivers the box to protect the surface below.
3		
4	Q.	What happens when the driver arrives to drop off the box?
5	A.	Our drivers are well-trained and experienced. They're good at what they do, and
6		they evaluate the situation again when they arrive at the customer's site. When they
7		see the situation on the ground, they'll identify potential problems and warn the
8		customer if they believe damage could result, including due to heavy materials the
9		customer plans to put in the box. Ultimately, it would be the customer's decision to
10		approve the final plan after hearing any risks from the driver—but as I discuss
11		below, damage resulting from the weight and placement of drop boxes is rare in my
12		experience. If the customer has wood or other materials on hand to protect the
13		ground, our driver will place the box on the wood for protection.
14		
15	Q.	Have you read the testimony from Anthony Douglas filed by ADE in this case?
16	A.	Yes.
17		
18	Q.	Mr. Douglas is asked how he proposes to correct "deficiencies" in available
19		drop box services and responds that ADE has "same day pick up and deliver
20		and can provide multiple pick ups in the same day." Does Waste Management
21		offer those services?

Yes. Regarding same-day service, if we receive a call by 10:00 a.m. and have the
equipment and drivers available, we will schedule service the same day. That
includes not only dropping off the box initially, but also hauling, potentially even
multiple loads the same day. In my experience at North Sound, we do this almost
every day.

With pre-scheduled service, it's also common for needs to change on the day, and we can typically accommodate that, too. Often our driver is the one talking to the customer at the site. If the customer requests another haul on the spot, the driver will call that request into our dispatch center, who will figure out how to get the haul scheduled and done.

A.

A.

Q. What about multiple hauls in one day?

No problem. If scheduled in advance, we often assign a dedicated driver to a single job site. If a customer commits to seven loads in a day, we'll run them all day. Or if a customer needed a driver for half a day once a week, or whatever their need is, we'll meet it, as long as there's a plan worked out with their salesperson. I've never seen an issue with our inability to do multiple trips in a day. For big sites, the customer will have the direct phone number for an individual sales representative to set things up. We even have an "Easy Button" line where the customer hits a button, a ticket is created automatically and the haul goes through.

1	Q.	ADE's witness Shom Barrientos claims that ADE would offer weekend
2		pickups, which would "set[] ADE Dumpsters apart from the solid waste
3		companies[.]" Do you agree?
4	A.	No. We typically provide drop box service on weekdays, but we will make
5		accommodations for customers including weekend service when needed, especially
6		if there's an urgent need. We have one North Sound drop box haul that happens
7		regularly on Saturdays, and could do so for others as well.
8		
9	Q.	Mr. Douglas also claims that his equipment is "different" because his
10		containers are only four feet high, allowing easier loading. ² Does Waste
11		Management offer such containers?
12	A.	Yes. We have multiple low-sided container options up to 30 yards, including 10-
13		and 20-yard containers under 4 feet tall.
14		
15	Q.	How often are you able to accommodate customers' drop box needs?
16	A.	Almost always. We are proud of our great service and we're committed to get those
17		hauls done for the customer. In the peak season, there may be times when we can't
18		accommodate a request, but it's rare. We usually have trained backup drivers
19		available to cover our service obligations if a driver calls in sick or takes vacation.
20		We always have some drivers who want overtime and are willing to work later than
21		scheduled. And as I said, we have about 25 roll-off vehicles to serve drop box
22		customers—enough to rotate them out for maintenance and still have a backup

1		available at all but the very busiest times. Especially if a customer is in a situation
2		where a haul absolutely needs to be done, we'll do everything we can to make it
3		happen. No backup plan is perfect, but the vast majority of the time we're able to
4		serve our customers with no interruption even when a driver or equipment is
5		unexpectedly unavailable.
6		
7	Q.	ADE also claims that it will offer various other services, such as cleaning up for
8		the customer, loading drop boxes, and delivering construction and landscaping
9		commodities. Does Waste Management offer those services?
10	A.	No. We are a solid waste hauling company, and those services are beyond our
11		business model. I also understand, based on Mr. Weinstein's testimony, that those
12		services are beyond the scope of a UTC certificate.
13		However, we do make every effort to prevent and clean up any kind of mess
14		that occurs in the course of our services, as Mr. Weinstein explains. Safety is our
15		top priority, and all our drivers receive monthly training around customer service,
16		environmental impacts, and handling all types of incidents that may happen in the
17		course of service.
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² Exh. ACD-1T at 16:28-17:5.

1	III	I. DAMAGE RARELY RESULTS FROM WASTE MANAGEMENT'S
2		DROP BOX SERVICES
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4	Q.	What happens if a Waste Management drop box, or its pickup or delivery,
5		causes damage?
6	A.	Damage due to our drop box services is rare, largely because our drivers and
7		customer service representatives work to understand each customer's needs and
8		meet them safely and effectively. If damage does occur, however, we would turn
9		the case over to our insurance company, Garrett Bassett, who would send an
10		adjuster to work with the customer, determine fault between the customer and
11		Waste Management, and work toward a settlement. But those cases are few and far
12		between.
13		If Waste Management is at fault, we and our insurance would cover the
14		damage. That would include not only something done wrong by the delivery driver
15		but also wrong information or guidance from the call center in setting up the
16		service.
17		
18	Q.	How often do you see damage to customer property from the weight of Waste
19		Management drop boxes or roll-off vehicles?
20	A.	It's very rare. In the last two years or more, not one case comes to mind, neither the
21		company's fault nor a customer's.
22		

Q.	Mr. Douglas claims that a Waste Management roll-off truck plus drop box
	"when loaded could easily exceed 60,000 pounds[.]" Is he correct?

A. Not for smaller drop boxes like those ADE wants to compete with, and not on the kinds of sites he describes. I've explained how Waste Management works to understand the customer's needs and choose the right container option given the type of waste and the drop site. We just don't see the kinds of weight-related damage he describes. We occasionally see a container leave marks if it sits too long in one spot on an asphalt driveway, but that's why we like to see customers put down wood underneath. When it comes to concrete driveways, I have never seen weight be an issue in our drop box services.

Q. Mr. Douglas also claims that the height of a Waste Management truck and container, fully loaded, "create a hazard to overhead electrical, cable and internet wires." Do you agree?

A. No. Our roll-off trucks are lower than a delivery truck or box van; they sometimes drive under buildings and load off of loading docks. Ordinarily road rights-of-way require 14-foot clearance, and our roll-off trucks are under that height even with a 40- or 50-yard drop box, let alone the smaller containers we use for the services ADE proposes. Occasionally customers' overgrown trees make delivery a challenge. All of our drivers go through yearly training to deal with hazards like these.

³ Exh. ACD-4 at 10-21.

⁴ Exh. ACD-1T at 4:21-22.

1		
2	Q.	ADE's application also conflicts with Waste Management's services out of its
3		Seattle and South Sound operations. How do the situations there compare?
4	A.	I'm obviously much more familiar with the operation I oversee, North Sound, and
5		can't speak to specific details of those other operations. But I would expect
6		everything I've said to apply to those units as well. I'm not aware of anything that
7		would make me expect differently.
8		
9	Q.	Does ADE's application demonstrate a need for service or improvements
9 10	Q.	Does ADE's application demonstrate a need for service or improvements beyond the terms of Waste Management's existing tariff?
	Q. A.	
10		beyond the terms of Waste Management's existing tariff?
10 11		beyond the terms of Waste Management's existing tariff? No. As I have explained, Waste Management already offers virtually all of the solid
101112		beyond the terms of Waste Management's existing tariff? No. As I have explained, Waste Management already offers virtually all of the solid waste options Mr. Douglas claims ADE will offer. Waste Management has the
10111213		beyond the terms of Waste Management's existing tariff? No. As I have explained, Waste Management already offers virtually all of the solid waste options Mr. Douglas claims ADE will offer. Waste Management has the personnel and equipment to meet our service obligation far more consistently and

18 A. Yes.