BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of Tariff Revisions to) DOCKET TG-130245
Increase Rates Due to a Disposal Fee)
Increase Filed by	ORDER 01
)
) ORDER GRANTING EXEMPTION
PENINSULA SANITATION SERVICE,) FROM RULE AND ALLOWING
INC.,) TARIFF REVISIONS TO BECOME
) EFFECTIVE BY OPERATION OF
Certificate G-011) LAW

BACKGROUND

- On February 14, 2013, Peninsula Sanitation Service, Inc. (Peninsula Sanitation or Company), filed with the Washington Utilities and Transportation Commission (Commission) revisions to Tariff No. 16 to increase rates to recover increased disposal fees. The Company serves approximately 5,000 customers in Pacific County. The Company's last general rate increase became effective on July 1, 2012.
- On August 1, 2012, Royal Heights Transfer Station, Inc. (Royal Heights), increased disposal fees from \$99.98 per ton to \$102.38 per ton at the Royal Heights Transfer Station. Pacific Solid Waste Disposal (PSWD) increased disposal fees from \$104.00 per ton to \$113.25 per ton at its affiliate transfer station due to increased disposal costs at the WASCO County landfill. The proposed rate increase would generate approximately \$84,100 (3.2 percent) additional annual revenue and become effective April 1, 2013.
- A disposal fee increase falls within the definition of a general rate increase pursuant to WAC 480-07-505. WAC 480-07-520 lists the minimum required information the Company must provide in a general rate increase filing. The Company provided information pertinent to the disposal fee increases but did not provide the remainder of the information required by the rule and requested an exemption from the work paper filing requirements of WAC 480-07-520(4).
- WAC 480-07-110 allows the Commission to grant an exemption from or modify the application of its rules if consistent with the public interest, the purposes underlying regulation, and applicable statutes. See also WAC 480-70-051.
- Commission Staff reviewed the proposed tariff revisions together with other factors and recommends the Commission allow the tariff to become effective by operation of law,

and grant the Company's request for an exemption from WAC 480-07-520(4), work paper filing requirements for this filing for the following reasons:

- (a) There have not been any significant changes since the last rate case that became effective on July 1, 2012. Reviewing the rate case documents, customer numbers are relatively unchanged, inflation has been low, and the Company has not changed its collection methods.
- (b) The increased disposal fees are set by Royal Heights and PSWD and are required as a part of the Company's operations.
- (c) The Company's financial information supports the proposed revenue requirement and the proposed rates.
- (d) Staff concluded the proposed rate increase, by reason of the increase in disposal fees, is fair, just and reasonable.

FINDINGS AND CONCLUSIONS

- The Washington Utilities and Transportation Commission is an agency of the State of Washington vested by statute with the authority to regulate the rates, rules, regulations, practices, accounts and affiliated interests of public service companies, including solid waste companies. RCW 80.01.040, RCW 81.01, RCW 81.04, RCW 81.16, RCW 81.28 and RCW 81.77.
- Peninsula Sanitation is engaged in the business of providing solid waste services within the state of Washington and is a public service company subject to Commission jurisdiction.
- 8 (3) Peninsula Sanitation is subject to the filing requirements of WAC 480-07-520, for general rate increase proposals. The Company requested an exemption from WAC 480-07-520(4).
- 9 (4) Under WAC 480-07-110, the Commission may grant an exemption from the provisions of any rule in WAC 480-07, if consistent with the public interest, the purpose underlying regulation and applicable statutes. See also WAC 480-70-051.

- 10 (5) This matter came before the Commission at its regularly scheduled meeting on March 28, 2013.
- 11 (6) After review of the tariff revisions filed in Docket TG-130245 by Peninsula Sanitation on February 14, 2013, and giving due consideration, the Commission finds:
 - (a) The Company's request for an exemption from general rate increase filing requirements set forth in WAC 480-07-520(4) is in the public interest and is consistent with the purposes underlying the regulation and applicable statutes and should be granted; and
 - (b) It is in the public interest to allow the revisions to Tariff No. 16 filed on February 14, 2013, to become effective on April 1, 2013, by operation of law.

ORDER

THE COMMISSION ORDERS:

- 12 (1) After the effective date of this Order, the Commission grants Peninsula Sanitation Service, Inc.'s, request for an exemption from WAC 480-07-520(4), for purposes of the tariff revisions filed in Docket TG-130245 on February 14, 2013.
- The Commission takes no action on the tariff revisions implementing the disposal fee increase and allows them to become effective on April 1, 2013, by operation of law.
- 14 (3) The Commission retains jurisdiction over the subject matter and Peninsula Sanitation Service, Inc., to effectuate the provisions of this Order.

The Commissioners, having determined this Order to be consistent with the public interest, directed the Secretary to enter this Order.

DATED at Olympia, Washington, and effective March 28, 2013.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

STEVEN V. KING, Acting Executive Director and Secretary