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1	BEFORE THE WASHINGTON					
2	UTILITIES AND TRANSPORTATION COMMISSION					
3	1-360-664-1222					
4						
5	In re application of ) ) DOCKET TG-120034					
6	Waste Management of Washington, )					
7	Inc., )					
8	for a temporary certificate to operate as ) a solid waste collection company under )					
9	RCW 81.77. )					
10	VOLUME I					
11	Pages 1 through 35					
12						
13	The above-entitled cause came on for hearing before the					
14	HONORABLE GREGORY J. KOPTA, at the Washington Utilities and					
15	Transportation Commission, Richard Hemstad Building, 1300 S.					
16	Evergreen Park Drive Southwest, Room 206, Olympia,					
17	Washington, commencing on Tuesday, April 10, 2012, at 1:30					
18	p.m.					
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0003			
1			APPEARANCES (CONTINUED)
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1 OLYMPIA, WASHINGTON; APRIL 10, 2012 2 1:30 P.M. 3 -000-4 5 THE COURT: Let's be on the record. We are in Docket TG-120033 entitled In the Matter of the Application 6 7 of Waste Management of Washington, Inc., dba WM Healthcare Solutions of Washington for an extension of certificate G237 8 9 for Certificate of Public Convenience and necessity to 10 operate motor vehicles and furnishing solid waste collection 11 service. Today is Tuesday April 10th, 2012. It's now 1:30 12 13 in the afternoon, and we are here in the Commission's 14 hearing room in Olympia, Washington convened for a 15 prehearing conference. 16 I am Administrative Law Judge Gregory J. Kopta 17 presiding over this matter. Let's start by taking 18 appearances, and we will begin with the applicant. 19 MS. GOLDMAN: Good afternoon. Jessica Goldman. 20 THE COURT: Use your microphone there. The red 21 light's on. It's on. 22 MS. GOLDMAN: Am I on? 23 THE COURT: Yes, you are.

MS. GOLDMAN: All right. Jessica Goldman from

Summit Law Group on behalf of Waste Management, the

- 1 applicant. And with me is my partner, Polly McNeill. And
- 2 Mike Weinstein and Jeff Norton are behind me.
- 3 THE COURT: Thank you. For protestants,
- 4 Mr. Sells.
- 5 MR. SELLS: Thank you. If your Honor please,
- 6 James Sells, attorney, appearing on behalf of protestants
- 7 Washington Refuse and Recycling Association, Rubatino Refuse
- 8 Removal, Inc., Consolidated Disposal Services, Inc.,
- 9 Murrey's Disposal, Inc., and Pullman Disposal, Inc.
- 10 THE COURT: All right. Thank you. And for
- 11 Stericycling.
- 12 MS. McNEILL: Thank you, your Honor. I'm Stephen
- 13 B. Johnson with Garvey Schubert Barer representing
- 14 Stericycle of Washington, Inc. And with me is my colleague
- 15 Jared Van Kirk. Also in the hearing room is Michael
- 16 Philpott with Stericycle.
- 17 THE COURT: Thank you. And for Commission staff.
- 18 MS. WOODS: Good afternoon, your Honor. I'm
- 19 Fronda Woods, Assistant Attorney General. I'm here on
- 20 behalf of Commission staff in the Spartan matter, which is
- 21 Docket TG-112025.
- 22 I'm here because the notice of prehearing
- 23 conference stated that there would be discussion of whether
- 24 that matter ought to be consolidated with the Waste
- 25 Management matter. Staff has not entered a notice of

- 1 appearance in the Waste Management matter.
- 2 THE COURT: Okay. Thank you. Is it your
- 3 intention to participate in the Waste Management docket if
- 4 they are not -- if it is consolidated with the Spartan
- 5 Environmental docket?
- 6 MS. WOODS: No, not at this time, your Honor.
- 7 THE COURT: Okay. Thank you. Does anyone else
- 8 wish to make an appearance at this time? Hearing none, we
- 9 will proceed.
- 10 I gather since no one entered an appearance
- 11 seeking to intervene that no one wants to intervene in this
- 12 proceeding; is that correct? Again, hearing nothing, I will
- 13 assume not.
- 14 Protestants already have party status, so that
- 15 takes care of the parties. And since we have the parties
- 16 set in TG-120033, then I want to take up the matter of
- 17 potential of consolidating this docket with Docket
- 18 TG-112025, in the application of Spartan Environmental.
- 19 As Ms. Woods noted, as well as in the notice of
- 20 prehearing conference, there was a separate notice in that
- 21 docket stating that we would be considering consolidation of
- 22 these two cases.
- It seems to me that the primary issue in both
- 24 cases is whether to permit competitive statewide authority
- 25 in biomedical waste collection. And it makes -- would make

- 1 sense, at least at my preliminary view, to have these
- 2 matters considered together.
- 3 But obviously I want to hear from the parties to
- 4 see if there's any objection to consolidation or any other
- 5 concerns that they should have should these be consolidated.
- 6 Let's start with the applicant. Ms. Goldman.
- 7 MS. GOLDMAN: We oppose consolidation. While
- 8 there may at first blush be some issues of law that are
- 9 common to both cases, we think that they're going to end up
- 10 looking very different, both from an issue of proof and
- 11 issue of discovery.
- 12 In the Spartan case, you have an entity that is
- 13 wholly unknown both to the other parties and to the
- 14 Commission. And in the case of Waste Management, you have a
- 15 certified -- a holder of a certificate that has been
- 16 providing service throughout much of the State of Washington
- 17 for many, many years.
- 18 THE COURT: That beep just means someone's on the
- 19 bridge line, so those of you who are not familiar, just kind
- 20 of pause and go on after it completes.
- 21 MS. GOLDMAN: Nothing's going to explode?
- 22 THE COURT: No, no. Not so far as I know.
- MS. GOLDMAN: So for those reasons, Waste
- 24 Management does not think that there would be much
- 25 synergistic commonality between the two matters and that

- 1 they're actually going to end up being very different
- 2 caliber.
- 3 THE COURT: Well, are you aware that, under
- 4 Commission rules, if two companies ask for overlapping
- 5 authority, that if they're not consolidated, then the second
- 6 in line has to wait until the first in line's proceeding is
- 7 completed before being having their application considered?
- 8 MS. GOLDMAN: No, I was not familiar with that
- 9 rule. And it's my expectation and hope that they might be
- 10 proceeding in parallel, if not conjoined.
- 11 THE COURT: Anyone else want to weigh in on this?
- 12 Mr. Johnson.
- MS. McNEILL: Your Honor, thank you. Steve
- 14 Johnson for Stericycle of Washington. We don't see much
- 15 value in the concept of consolidating. We think that the
- 16 actual factual material will be different. They are very
- 17 different applicants, so the potential for sort of overlap
- in the factual context is pretty minimal.
- 19 Certainly your Honor is correct that there are
- 20 some potentially significant legal overlaps between the two
- 21 cases, and it would be my thought that the Commission
- 22 would -- would -- the same hearing officer should decide
- 23 both cases, and they should be decided in a sense as
- 24 companion cases.
- 25 I think the Commission's rule that the second to

- 1 file should follow can be -- can be adhered to in the
- 2 context of staggering the hearings. This one we're just now
- 3 getting into the prehearing conference on April 10. The --
- 4 as I recall, the prehearing conference on the other case was
- 5 back on, what was it, February 1st.
- 6 So if we stagger the hearings as the prehearing
- 7 conferences have been staggered, as the docketing notices
- 8 have been staggered, I think that you're going to come to a
- 9 point where you can issue decisions largely simultaneously
- 10 without avoiding -- while still giving respect to the
- 11 Commission's rule about allowing precedence to the first to
- 12 file.
- 13 THE COURT: Well, in both cases isn't the -- is
- 14 one of the issues or at least in my mind the major issue,
- 15 but we can dispute that, whether the existing certificate
- 16 holder is providing service to the satisfaction of the
- 17 Commission?
- 18 MR. JOHNSON: Your Honor, that's absolutely right,
- 19 but there's no reason to believe that the two applicants
- 20 will approach that in the same way. Presumably they each
- 21 think that they have something to offer the generators of
- 22 the State of Washington or we wouldn't have these
- 23 applications.
- 24 But whether they're going to be the same in terms
- 25 of what they think the public need is is not being satisfied

- 1 currently by Stericycle I think we're guessing at this point
- 2 in time. I -- I suspect they're going to approach that
- 3 issue quite differently.
- 4 THE COURT: Mr. Sells, do you have any opinion on
- 5 this issue?
- 6 MR. SELLS: Well, yeah. I'll pile on. Very
- 7 briefly. Part of our concern is that we really don't know
- 8 what's going on with Spartan. We haven't had much
- 9 communication. There has been discovery sent out.
- 10 The fact that Spartan has -- excuse me -- has not
- 11 petitioned to intervene in this matter I think tells us
- 12 something. I'm not sure exactly what that is, but I -- like
- 13 the others, I see these two applications as entirely
- 14 different, and where Spartan is going with its application I
- 15 have no idea.
- 16 I know exactly where Waste Management is going
- 17 with its application, and I think that to tie the anchor
- 18 maybe of Spartan to Waste Management and the other parties
- 19 here would, rather than save time and effort, would probably
- 20 add to it.
- 21 And I agree with Steve Johnson that there is a
- 22 difference in time here. We're probably going to know a lot
- 23 more if and when the data request answers are returned.
- 24 They're just -- they're just entirely different. We have an
- 25 unknown quantity and a very well known quantity that's going

- 1 to take probably a much different tack than Spartan,
- 2 assuming Spartan takes any tack in here.
- 3 THE COURT: Ms. Woods.
- 4 MS. WOODS: Thank you, your Honor. Staff is in
- 5 general agreement with the applicant and the protestants.
- 6 Staff would not recommend consolidation of these matters,
- 7 and I'll try to provide some legal citations that may or may
- 8 not be helpful.
- 9 The Commission's rule on consolidation is WAC
- 10 480-07-320, and that provides the Commission may consolidate
- 11 in its discretion two or more proceedings where the facts or
- 12 principles of law are related.
- And as the parties have been discussing, there's
- 14 not very much relationship, it doesn't appear to us, in the
- 15 facts between the two applications. They are very different
- 16 companies.
- 17 RCW 81.77.040 sets out the factors that need to be
- 18 considered in an application for a solid waste certificate.
- 19 Many of them focus on the financial condition of the
- 20 applicant and the applicant's experience. That evidence is
- 21 likely to be very different in the two cases, and we don't
- 22 see efficiencies in consolidation.
- The statute also sets up some criteria when an
- 24 applicant seeks to serve in a territory already served by an
- 25 existing certificate holder, which is what we have here.

- 1 And the burden of proof is on the applicant to demonstrate
- 2 that the existing provider will not provide service to the
- 3 satisfaction of the Commission.
- 4 That may appear on its face to be a common issue
- 5 of law, but as the parties have suggested already, it may
- 6 be -- it may be different evidence that the two applicants
- 7 would be looking at or trying to provide on that issue.
- 8 To help the Commission understand what -- what
- 9 kinds of factors have been considered in the past on that
- 10 issue, I'll cite a couple of provider orders that I can
- 11 provide to the administrative law judge, if desired. I have
- 12 provided copies to the attorneys that are here previously.
- One of them is in re application of Ryder
- 14 Distribution Resources, which I think is Stericycle
- 15 actually, order MBG 1761. That's a decision dated August
- 16 11th, 1995. The other one is in re Sherway Medical
- 17 Services, order MBG number 1663, decided November 19th,
- 18 1993.
- 19 There's the -- Judge Kopta indicated a little
- 20 while ago about when you have competing applications,
- 21 there's some -- they need to be sequenced. I would like to
- 22 point out that in prior orders, the Commission has indicated
- 23 favoring a policy of competition in the biomedical waste
- 24 area, so this is not a situation where the Commission has to
- 25 decide between one application or the other.

- 1 I think either application can be looked at on its
- 2 own merits, and if the Commission wanted it, it could grant
- 3 both of them a -- it could deny both of them. So there
- 4 isn't the kind of policy consideration in the normal
- 5 traditional solid waste arena in these biomedical waste
- 6 cases, at least that's the -- the view of staff.
- 7 I would recommend taking a look at the order that
- 8 the Commission issued last year, Stericycle versus Waste
- 9 Management, Docket TG-110553 issued on July 13th, 2011.
- 10 That order describes the policy of encouraging competition
- 11 in the biomedical waste area. It cites some prior orders as
- 12 well. So I'm hoping that might be helpful.
- 13 THE COURT: Well, if you would provide those other
- 14 two orders that you referenced, that would be helpful. I
- 15 didn't mean to cut you off, though. Is that -- did you --
- 16 what you'd like to say?
- MS. WOODS: That's what I had to say. Thank you,
- 18 your Honor.
- 19 THE COURT: Okay. Does the applicant agree with
- 20 staff's view of the legal landscape, that there's no legal
- 21 prohibition to Waste Management or any other company
- 22 providing biomedical waste services in the territory of the
- 23 company that's already providing that service as a matter of
- 24 statute?
- 25 MS. GOLDMAN: Yes, we do agree. Obviously we're

- 1 before the Commission, so the Commission will be ruling on
- 2 that issue. But clearly the Commission has stated its
- 3 preference for a competition, and we don't see any problem
- 4 with the two applications being judged on their merits.
- 5 And if found, certainly we believe that Waste
- 6 Management will establish its ability to provide service to
- 7 the satisfaction of the Commission and the other statutory
- 8 elements. And if Spartan is able to do that, then there
- 9 would be no reason why both applications should not be
- 10 granted.
- 11 THE COURT: And Mr. Johnson, do you agree?
- 12 MR. JOHNSON: Yeah, your Honor, if I could comment
- 13 on that. We do not agree. We most vehemently do not agree.
- 14 There have been a couple of occasions when the Commission
- 15 has used loose language inconsistent with its statutory
- 16 authority to discuss its interest in competition.
- 17 In fact the decided cases in this area are much
- 18 less favorable to the position that was outlined by
- 19 Ms. Woods than she has disclosed to your Honor. The decided
- 20 cases indicate that the criteria to be applied in a medical
- 21 waste case are different from the solid waste context, and
- 22 to that extent, I agree with the comments that have been
- 23 made before, that within the -- within the scope of the
- 24 Commission's prior decided cases, it is possible to grant
- 25 both applications that we are discussing today.

- 1 It is not that it is impossible to do that. It is
- 2 not a case where granting one forbids granting the other.
- 3 However, the Commission's decided cases specifically speak
- 4 to the criteria that must be found before granting
- 5 overlapping authority, and they speak to it in terms of
- 6 public need and a question of whether there is a difference
- 7 in service that is sufficient to warrant the grant of an
- 8 application because there's a public need for that
- 9 difference in service.
- 10 And when I spoke a little earlier about the
- 11 difference in proof that might be presented on the issue of
- 12 service to the satisfaction of the Commission, it was
- 13 exactly that that I was thinking about.
- 14 The issue is what does the applicant bring to the
- 15 table that existing carriers don't already provide, and that
- 16 is in fact what the Commission's prior medical waste
- 17 decisions address uniformly.
- 18 In those cases where they have allowed overlapping
- 19 authority to be granted, they have found that there was a
- 20 public need for something unique or different about the
- 21 service that the applicant was bringing to the state. And
- 22 in fact in the Ryder case which, as Ms. Woods points out, is
- 23 really a case dealing with Stericycle's entry into the
- 24 marketplace, Stericycle's application was protested by
- 25 existing carriers, one of which had statewide medical waste

- 1 collection authority at that time, and the Commission
- 2 decided that for the reasons laid out in great detail in
- 3 that order that Stericycle would be permitted to enter
- 4 because it brought something new and different to the -- to
- 5 the state that the generators of the state expressed a need
- 6 for. It's as simple as that.
- 7 And we're going to find out whether these
- 8 applicants can make that kind of a showing, but there's no
- 9 general notion of Commission policy that competition is to
- 10 be -- is to be favored inconsistent with the statute that
- 11 binds the Commission in its decision making on these
- 12 applications.
- 13 THE COURT: Mr. Sells.
- MR. SELLS: Thank you. If your Honor please, let
- 15 me thank Ms. Woods for a trip down memory lane. I was
- 16 involved in all of those cases, and some before that, and
- 17 would make the comment that a lot of the testimony and I
- 18 think a lot of the reason that there was overlaps were
- 19 granted involved disposal, customers requesting a particular
- 20 type of disposal or not wanting a particular type of
- 21 disposal.
- 22 And I suspect that that will be an issue in
- 23 these -- these hearings as well. I think the Commission can
- 24 grant all the medical waste certificates that it wants to,
- 25 but I don't think it will. I don't think they're going to

- 1 put -- the Commissioners are going to put forth five or six
- 2 medical waste carriers in one small area.
- 3 If both of these are -- are granted, meaning
- 4 Spartan and Waste Management, there will be areas where
- 5 there's four service providers, and Mr. Johnson is correct,
- 6 the Commission is going to have to look at what the
- 7 shippers, what the medical community in those areas want.
- 8 And that's another reason why these two should not
- 9 be heard. In general I would agree that the -- the
- 10 Commission clearly has stated that there will be competition
- 11 if the proper showing and if the proper proof is presented.
- 12 And that's a big if.
- 13 THE COURT: I see. Well, and this is one of the
- 14 reasons that it seemed the consolidation might be a good
- 15 idea, because there's obviously a difference of opinion of
- 16 how to interpret the statute.
- 17 And if it were a situation in which the Commission
- 18 were to interpret the statute as Mr. Johnson suggests, then
- 19 if neither applicant is seeking to do anything different
- 20 than what's being done now, then that would basically end
- 21 both applications at this point.
- 22 So I would hate to have to go through two separate
- 23 proceedings to relitigate this same issue only to have the
- 24 same decision reached two different times over a space of
- 25 much longer period.

- 1 So one possibility would be to have a briefing in
- 2 both dockets to address the statutory interpretation as to
- 3 what the Commission's limitations are under the statute, how
- 4 it should be interpreted, and whether it is, as Mr. Johnson
- 5 suggests, a limitation on the Commission's ability to grant
- 6 other applications or whether the Commission can and should
- 7 interpret the statute more broadly, as staff has suggested,
- 8 and allow competitive entry without any kind of showing that
- 9 the new service would be any different than what's being
- 10 offered currently. So unless anyone has any thought about
- 11 doing that. Mr. Johnson.
- 12 MR. JOHNSON: Yes, your Honor. I do have one
- 13 thought on that. And that is I think, you know, the
- 14 testimony of generators is going to be quite important
- 15 ultimately.
- I don't know exactly the strategy that Waste
- 17 Management will follow or that the Spartan Environmental
- 18 folks will follow, but I would think that the Commission
- 19 would want to hear from the medical community and the
- 20 generator community before reaching any decision on
- 21 statutory interpretation.
- 22 It's not an abstract question, I think. I think
- 23 it's more a question of in a context where, you know, we
- 24 have a real service meeting real needs and there's a
- 25 proposal to -- to add something, either add a competitor or

- 1 add something with a little twist to it or another feature,
- 2 you know, what do the -- what do the generators think?
- 3 So I guess that's my only on the -- as a lawyer
- 4 and in the abstract, I see the idea of sort of confronting
- 5 this issue and addressing it, I'm wondering if that -- if we
- 6 wouldn't all be better off ultimately to have the testimony
- 7 of generators before making that decision.
- 8 THE COURT: Ms. Goldman.
- 9 MS. GOLDMAN: It's our position that that puts the
- 10 cart before the horse. I think there is a legal question
- 11 here to be decided, and perhaps on a motion for summary
- 12 determination, as to what the legal standard is going to be.
- 13 And that is wholly irrespective of whatever the testimony
- 14 may be from the shippers.
- 15 As you've laid out what the possible dispute would
- 16 be, it is one of law, and it seems like it would be in the
- 17 best interests of all of us to know what it is that we're
- 18 going to be having to prove up, both for those of us who
- 19 have the burden of proof and for those who are going to be
- 20 conducting discovery, so that we can understand the scope.
- 21 I will -- I will note that we had a chat among
- 22 counsel yesterday to discuss what -- what we envisioned for
- 23 discovery here, and we're worlds apart in what we think is
- 24 going to be necessary. And it's our desire here for
- 25 discovery to be appropriate and to be complete based on what

- 1 the legal standard is going to be.
- 2 And so we would be fully in favor of early motion
- 3 practice to determine what that would be, and that is
- 4 something that, if it made sense to the Commission, could
- 5 certainly be consolidated for purposes of that legal
- 6 determination, and you can either punt what happens next or
- 7 just determine that the next step would be bifurcated when
- 8 it comes to proving up the facts.
- 9 THE COURT: Well, and that's one of the concerns
- 10 that I have is making sure that we're dealing with the
- 11 proper standard, because if we're -- have different
- 12 interpretations of the statute, and we have discovery all
- 13 over the map, then the Commission ultimately decides how
- 14 it's going to interpret the statute, there would be a fair
- 15 amount of wasted effort or at least potentially wasted
- 16 effort.
- 17 So my inclination at this point, I will take the
- 18 issue under advisement, but I will tell you right now my
- 19 inclination would be to have some kind of briefing on the
- 20 interpretation of the statute and what an applicant needs to
- 21 show in order to be able to provide service in a territory
- 22 in which there is an existing service provider.
- So for right now we will not consolidate these
- 24 matters, at least totally. But I will give the matter some
- 25 more thought and issue an order promptly. As Ms. Goldman

- 1 referenced, discovery, I believe this is an appropriate case
- 2 for it to be available, so the Commission's discovery rules
- 3 will be available.
- 4 Which would bring us to schedule, except there's
- 5 something I noticed in the application that Waste Management
- 6 filed that sort of struck me. You included an application
- 7 for temporary certificate.
- 8 Is Waste Management intending to pursue both a
- 9 temporary certificate and an extension of this existing
- 10 certificate?
- 11 MS. GOLDMAN: The temporary was denied, and -- and
- 12 I'll defer to Polly.
- MS. McNEILL: Polly McNeill for Waste Management.
- 14 The temporary application was denied. We did not file any
- 15 motion for reconsideration nor do we plan to file an appeal.
- 16 It's possible that we may file another temporary application
- 17 in the course of these proceedings, but we have not, and we
- 18 would certainly make everyone aware of that if we were going
- 19 to do it.
- 20 So I think for now you can consider this just to
- 21 be an application for a permanent authority, and I just
- 22 would have saw as an extension of an existing service
- 23 provider's operations which are currently already throughout
- 24 the state, so --
- 25 THE COURT: Okay. I just wanted to make sure that

- 1 I understood what the scope of what we were dealing with is.
- 2 So we will just be dealing, at least for now, with the
- 3 extension of the existing certificate.
- 4 So scheduling. I gather from Ms. Goldman's
- 5 comments that there probably is not a proposed schedule that
- 6 you're willing to provide to me. So let us be off the
- 7 record for a moment and have some discussions about that.
- 8 We'll be off the record.
- 9 (A break was taken from 1:58 p.m.
- 10 to 2:39 p.m.)
- 11 THE COURT: Let's be back on the record. During
- 12 the break the parties discussed schedule, and as I
- 13 understand it, were not able to agree, so I'm going to allow
- 14 each of them to explain what their proposals are and any
- 15 explanation they choose to provide, beginning with
- 16 Ms. Goldman.
- MS. GOLDMAN: Thank you. We see the needs for
- 18 discovery in this matter as being pretty straightforward.
- 19 This involves the application by a -- not a new entrant.
- 20 Waste Management is a certified service provider. It is
- 21 currently providing medical waste collection services
- 22 throughout most of Washington, including most of the highly
- 23 populated areas of Washington.
- It's an entity that is known well to all of the
- 25 protestants and to the Commission, and we think that the

- 1 issues will be narrow as to factual discovery. So based on
- 2 that, it's our proposal that pre-filed testimony be due on
- 3 August 1st, that a second round of rebuttal pre-filed
- 4 testimony be due on September 14th, and that the hearing be
- 5 scheduled for October 1st.
- 6 We would also propose that the parties submit
- 7 cross-briefing on May 1st regarding the legal standard
- 8 that's going to be applicable here based on the initial
- 9 discussion that we had with your Honor, and that responses
- 10 to the degree necessary be cross-filed on May 15th.
- 11 THE COURT: All right. Mr. Johnson, your
- 12 proposal.
- 13 MR. JOHNSON: Thank you, your Honor. Steve
- 14 Johnson for Stericycle. I think what Ms. Goldman has
- 15 described is sort of a perfunctory schedule that does not
- 16 allow Stericycle the opportunity it seeks for a full and
- 17 fair hearing on the issues that are relevant to the
- 18 statutory grant of overlapping authority.
- 19 What we're asking for is, however, not that
- 20 different from what they are suggesting. We just think we
- 21 need a fuller opportunity for discovery, for the preparation
- 22 by experts, and to allow us to get to know Waste Management
- 23 in more detail than we do now.
- 24 Ms. Goldman likes to think that everybody knows
- 25 Waste Management. Waste Management has not been in the

- 1 medical waste business for 15 years. They came in a year
- 2 ago. They've been providing service for one year.
- 3 As far as I know from their application, I think
- 4 they have three collection trucks and, you know, we're not
- 5 talking about Waste Management, the empire, here. We're
- 6 talking about their medical waste collection service, and we
- 7 want to dig into that and figure out what they're doing, how
- 8 they're doing it, whether the service that they're providing
- 9 meets the standard for a grant of overlapping -- overlapping
- 10 authority.
- 11 What we would suggest for a schedule is that we
- 12 have, you know -- and this does take into account somewhat
- 13 people's vacation schedules in August. I think what we want
- 14 is what we would suggest is pre-file -- a deadline for
- 15 pre-filed testimony being October 1st with rebuttal
- 16 testimony by November 1st.
- 17 And these are -- these dates are not picked to
- 18 coincide with the correct days of the week, but perhaps your
- 19 Honor could adjust that if you -- if you see this schedule
- 20 as something reasonable. And the hearing could start as
- 21 early as November 15th. So pre-filed testimony, first
- 22 round, October 1; second round, November 1; hearing,
- November 15.
- 24 With respect to the briefing that Ms. Goldman
- 25 suggests, I guess I'm a little unclear whether under the

- 1 Commission's rules there should be a motion made. I guess
- 2 under the notion that we filed briefs at the front end and
- 3 then we file cross-replies, then everybody gets two briefs,
- 4 there's something to be said for that. But I'm kind of
- 5 thinking this is sort of a disembodied procedure without a
- 6 particular motion on the table.
- 7 Or perhaps if the -- if the -- if your Honor
- 8 requests us to file briefs along these lines, it's perfectly
- 9 okay, but it seems a little disconnected.
- 10 THE COURT: Well, our anticipation would be to --
- 11 our speaking of a royal we. My anticipation would be that
- 12 as part of the prehearing conference order that there would
- 13 be an identification of the issue or issues to be briefed,
- 14 so certainly we could use the convention of cross-motions on
- 15 those issues or simply accept that the Commission asked for
- 16 briefing on those issues. That's how they would be teed up.
- 17 But do you have any concerns with the dates that
- 18 Ms. Goldman has suggested for those briefs based on our
- 19 earlier conversation about what we would be addressing?
- MR. JOHNSON: Your Honor, I do. May 1, that's
- 21 less than a month away. I don't think that allows us
- 22 sufficient time to brief this. If it is your Honor's desire
- 23 to have this issue dealt with at the front end of things, we
- 24 ought to allow sufficient time to brief it correctly.
- 25 You know, we are also presumably going to be in

- 1 the middle of preparing discovery on -- and data requests
- 2 for Waste Management. We don't see it as quite as simple as
- 3 Ms. Goldman thinks our task is as far as changing the name
- 4 on the Spartan discovery request.
- 5 We think Waste Management is quite a different
- 6 critter than Spartan Environmental, and I think even
- 7 Ms. Goldman has acknowledged that. So we need to prepare
- 8 appropriate data requests for Waste Management in the same
- 9 time period, and -- and apparently, if we go down this line,
- 10 brief -- providing briefing as well.
- 11 So I would suggest that we set it out at least six
- 12 weeks from today to give some -- you know, provide some
- 13 allowance for that.
- 14 THE COURT: Okay. And last but not least,
- 15 Mr. Sells.
- 16 MR. SELLS: Thank you, your Honor. Just a couple
- 17 things. Remind the court and the parties of a -- well, it's
- 18 an international conference for solid waste that takes place
- 19 between May 1st and May 5th.
- 20 And looking down my list, as a general rule,
- 21 everyone on that list goes, and I will be there as well, and
- 22 it's out of state. And then secondly, June 20th through
- June 24th is the WRRA annual convention being held in
- 24 Bellevue this year, and would be a very difficult time to
- 25 corral any of my people.

- 1 And I -- and I should add, even though I have
- 2 small companies in here comparative to these other two, I do
- 3 note that they're in Everett, Ephrata, Puyallup and Pullman.
- 4 So there may well be some travel and some communication
- 5 difficulties along the line, so anything towards a little
- 6 extra time towards that would be helpful for me.
- 7 My data requests are going to be confined to the
- 8 areas of those four companies, because I'm sure that
- 9 Stericycle is going to cover the statewide thing very well.
- 10 So I have a little bit easier task there, but sometimes that
- 11 would make it difficult for my members. Thank you.
- 12 THE COURT: All right. Thank you. Well, I have
- 13 the parties' proposals. We'll issue a decision as part of
- 14 the prehearing conference order, which should come out
- 15 within the next few days. Is there anything else that we
- 16 need to discuss while we're here?
- 17 MR. JOHNSON: Your Honor, there is just one point
- 18 that I neglected to make with respect to the pre-file
- 19 testimony. I think the parties were in agreement with
- 20 respect to the Spartan case, and I hope they are with
- 21 respect to this one, that any generator testimony that would
- 22 be presented would be presented live, and that it's only
- 23 when we're talking about pre-file testimony, we're only
- 24 talking about company witnesses and experts.
- 25 MS. GOLDMAN: I think we can leave that issue to

- 1 be teed up later. I don't know that we're ready to make
- 2 that commitment at this point, but I think we can certainly
- 3 address it. It is our expectation that certainly company
- 4 testimony would be provided pre-filed. We have a couple
- 5 other issues.
- 6 MR. JOHNSON: Well, just if I might just speak a
- 7 little bit more to that point just so your Honor understands
- 8 our position. Our position is that, to the extent generator
- 9 testimony is relevant, we think it's highly relevant to any
- 10 issue of public convenience and necessity that you have
- 11 basically the public coming before the Commission.
- 12 And in that context, for the public to be -- to be
- 13 heard correctly and accurately it should -- their testimony
- 14 should not be filtered through pre-filed testimony prepared
- 15 by the lawyers.
- 16 THE COURT: Well, and that assessment has been the
- 17 Commission practice, so I don't have any concerns in terms
- 18 of that. I don't know that we need to address it at this
- 19 point, but my anticipation is any testimony that would come
- 20 from generators or the public, to the extent that it needs
- 21 to be considered in the hearing as opposed to public
- 22 comment, would be live at the hearing, so that's not a
- 23 concern. Ms. Goldman.
- MS. GOLDMAN: Our concern really is going to boil
- 25 down to whether it's live or telephonic. So I think that

- 1 we're certainly willing to wait to see if that's even an
- 2 issue that we need to address.
- 3 We do have one other issue that we'd appreciate
- 4 your Honor addressing in the prehearing order, and that is
- 5 we would request that any requests for documents to the UTC
- 6 be made by formal data request so all of the parties see
- 7 them instead of as a matter of public record requests, which
- 8 allows us all to be on the same playing field as far as
- 9 documents that are being requested of the UTC.
- 10 THE COURT: That's generally the practice in
- 11 litigated proceedings, but obviously I'm not sure that I can
- 12 foreclose anyone from making a public records request. I'm
- 13 sure there are many people that know how to make public
- 14 records requests, and do so regularly, but I don't know that
- 15 I at this point want to foreclose that as a possibility.
- 16 However, I can require that any parties that make
- 17 such requests of issues that are related to this proceeding
- 18 also copy other parties.
- 19 MS. GOLDMAN: That would be -- that would take
- 20 care of the issue. Thank you.
- 21 THE COURT: Anyone have objection with that kind
- 22 of requirement?
- MR. JOHNSON: Not here, your Honor, for
- 24 Stericycle.
- MR. SELLS: No, your Honor.

- 1 THE COURT: Okay. Thank you, then. We will do
- 2 that, then. Anything else?
- 3 MR. SELLS: One more thing -- or Jessica.
- 4 MS. GOLDMAN: I just have one other question being
- 5 a newcomer to this forum. Do we need authority to set
- 6 depositions or is your order that discovery is triggered
- 7 sufficient for any forms of discovery?
- 8 THE COURT: Well, you would need to look at the
- 9 rules in terms of -- but I think that there is -- discovery
- 10 is available in many forms, including depositions, but --
- 11 MS. GOLDMAN: Do we need specific permission, I
- 12 guess is my question, as to -- to initiate it?
- 13 THE COURT: Well, you certainly can on your own
- 14 agree to have depositions. If you need a subpoena, then you
- 15 will have to come through me.
- MS. McNEILL: Okay.
- 17 THE COURT: So there is --
- 18 MS. GOLDMAN: And we will need subpoenas for
- 19 parties?
- THE COURT: That would be my preference, because
- 21 depositions are the exception rather than the rule in
- 22 Commission adjudicative proceedings, and so --
- MS. GOLDMAN: Okay. Thank you.
- 24 THE COURT: My preference is to have all of those
- 25 things come through me so that I can be a bit of a

- 1 gatekeeper and make sure that Commission processes are used
- 2 appropriately.
- 3 MS. GOLDMAN: Thank you.
- 4 MR. SELLS: One more question, if I may, your
- 5 Honor.
- 6 THE COURT: Uh-huh.
- 7 MR. SELLS: Which you probably can't answer, but
- 8 maybe someone else can. Any good educated guesses on how
- 9 many days of hearing? I ask that because my board is going
- 10 to ask me that.
- 11 THE COURT: That's a good question. I think it
- 12 will in all likelihood depend on the nature of the case that
- 13 the parties foresee. Any thought from Waste Management or
- 14 Stericycle in terms of how many witnesses, how long?
- MS. McNEILL: Three.
- 16 THE COURT: Three days?
- 17 MS. GOLDMAN: I think it's in large measure going
- 18 to be dependent on the initial decision as to what the scope
- 19 of the issues are and what the elements of proof are going
- 20 to be for the parties. But certainly from our perspective,
- 21 I think several days would be sufficient.
- 22 THE COURT: Well, I would be surprised if more
- 23 than two to three days would be necessary and would propose
- 24 that it would be at this point scheduled for that amount of
- 25 time.

- 1 MR. SELLS: And that will all be scheduled here in
- 2 Olympia, as I understand it.
- 3 THE COURT: That is correct. It will be here in
- 4 Olympia.
- 5 MR. JOHNSON: Your Honor, this is Steve Johnson
- 6 for Stericycle. I just would mention that I think the last
- 7 hearing we did took something like two weeks. And that was
- 8 involving a party that -- whose application failed in the
- 9 middle of the hearing.
- 10 These things, to the extent we're doing --
- 11 submitting rebuttal pre-filed testimony in the short time
- 12 before the hearing, there's very likely to be substantial
- 13 cross-examination extending over extended period.
- 14 I think that, you know, we can be optimistic about
- 15 a few -- a few days, but I think we're talking about a week
- 16 at a minimum and perhaps two.
- 17 THE COURT: Well, I will consider that as I look
- 18 at the case, but I appreciate everyone's thoughts. Anything
- 19 else? Hearing nothing, we're adjourned. Thank you.
- 20 (The proceedings were concluded at 2:53 PM.)

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1	CERTIFICATION
2	
3	STATE OF WASHINGTON
4	COUNTY OF KING
5	
6	I, Kathleen Hamilton, a Certified Shorthand
7	Reporter and Notary Public in and for the State of
8	Washington, do hereby certify that the foregoing transcript
9	of the hearing on APRIL 10, 2012, is true and accurate to
10	the best of my knowledge, skill and ability.
11	IN WITNESS WHEREOF, I have hereunto set my hand and
12	seal this 19TH day of APRIL, 2012.
13	
14	
15	
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17	KATHLEEN HAMILTON, RPR, CRR, CCR
18	
19	My commission expires:
20	APRIL 2014
21	
22	
23	