# BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

BASIN DISPOSAL, INC.,

No. TG-220215

Complainant,

JAMMIE'S ENVIRONMENTAL, INC.'S ANSWER TO COMPLAINT

v.

JAMMIE'S ENVIRONMENTAL, INC.,

Respondent.

## INTRODUCTION

1. Jammie's Environmental, Inc.'s ("Jammie's") representatives for purposes of this proceeding are:

David S. Steele, Lead Attorney

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2. Jammie's recognizes the Washington Utilities and Transportation

Commission's ("WUTC" or the "Commission") important responsibilities in regulating solid waste collection services in the state. Jammie's is committed to operational excellence

and to full compliance with federal and state regulations.

3. Jammie's Answer to Basin Disposal, Inc.'s ("BDI") Complaint served on April 5, 2022, (the "Complaint"), is below.

JAMMIE'S ENVIRONMENTAL, INC.'S ANSWER TO COMPLAINT – 1

#### **ANSWER**

# A. Preliminary Statement

4. Jammie's admits the allegations in the first sentence of paragraph 1. The second sentence of paragraph 1 contains legal conclusions or allegations to which no answer is required.

#### B. Jurisdiction / Statute and Rules at Issue

5. Jammie's admits the allegations in paragraph 2.

## C. Statement of Facts

- 6. Jammie's admits the allegations in paragraph 3.
- 7. Jammie's admits that its address is 128 Industrial Way, Longview, WA 98632, and that it is authorized by the Commission to serve as a common carrier under common carrier permit CC-70115 and is an authorized motor carrier with authority issued by the United States Department of Transportation under MC-390939 and USDOT Number 892456. The last sentence of paragraph 4 contains legal conclusions to which no answer is required. Jammie's denies the remaining allegations in paragraph 4.
  - 8. Paragraph 5 contains legal conclusions to which no answer is required.
- 9. As to paragraph 6, Jammie's admits that, as an incidental part of the services it provides to Packaging Corporation of America ("PCA"), including assisting PCA in managing its old corrugated cardboard ("OCC") rejects waste ("OCC Rejects"), Jammie's collects and transports loads of OCC Rejects each weekday for disposal. Jammie's denies the remaining allegations in paragraph 6.

## D. Basis for Complaint

10. Paragraph 7 restates provisions of Washington law and contains legal conclusions to which no answer is required. The statute speaks for itself.

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- 11. Paragraph 8 restates provisions of Washington law and contains legal conclusions to which no answer is required. The statute speaks for itself.
- 12. Jammie's denies the allegations in paragraph 9, which also contains legal conclusions to which no answer is required.
- 13. Paragraph 10 contains legal conclusions to which no answer is required. To the extent an answer is required, Jammie's denies the allegations in paragraph 10.

# E. Request for Relief

- 14. Jammie's incorporates by reference its answers to paragraphs 1–10 of the Complaint, as set forth above.
- 15. Paragraph 11 of the Complaint states legal opinions or conclusions and procedural matters that do not require an answer. To the extent an answer is required, Jammie's denies the allegations in paragraph 11 and disagrees with the relief requested by BDI.

#### JAMMIE'S DEFENSES AND AFFIRMATIVE DEFENSES

## A. Background Facts

16. Jammie's has been providing specialized cleaning services to industrial and commercial clients throughout the western United States since 1999. Jammie's services include but are not limited to industrial cleaning, vacuum truck and tanker services, hydroblasting, vacuum excavation, tank cleaning, and confined space entry. Incidental to these services, Jammie's transports for disposal solid and liquid processed waste, hazardous waste, dangerous waste and/or special waste for its customers. Jammie's does not otherwise dispose of solid waste and does not hold itself out as a solid waste collection company, as those terms are defined in WAC 480-70-041. In total, processing and disposing of solid

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wastes represents a small fraction of the services Jammie's provides and is done only incidentally.

- 17. Jammie's has provided industrial cleaning and related services at the paper mill operated by PCA in Walla Walla County for approximately ten years. Jammie's crews work at the PCA facility daily and work closely with PCA in its day-to-day operations.
- 18. In March 2021, PCA started manufacturing paper products from OCC.

  During the OCC manufacturing process, material that cannot be recycled and contaminates the manufacturing process—such as plastic, steel, tape and other non-fibrous, non-recyclable material—is rejected and must be managed separately. The OCC Rejects are an industrial waste and, when stockpiled in large quantities, are a fire and safety hazard.
- 19. As part of its services to PCA, Jammie's cleans the process equipment involved in the OCC recycling process and collects for disposal the OCC Rejects that its cleaning activities generate. Jammie's has provided these services since PCA started the OCC manufacturing process.
- 20. When PCA first started manufacturing paper products from OCC, BDI—who provides general garbage service at the facility—initially supplied roll off bins into which PCA employees would manually load the OCC Rejects. When the bins were full, BDI would dispose of the OCC Rejects. However, upon information and belief, BDI failed to promptly remove the bins when full, and provided an insufficient number of bins, leading to a large stockpile of OCC Rejects piled up against a PCA building, which created a significant fire and safety hazard for PCA.
- 21. Upon information and belief, PCA requested on multiple occasions that BDI take actions to reduce or remove the stockpile of OCC Rejects or provide an alternative

method for disposing of the OCC Rejects. BDI, however, did neither and indicated that the services provided were all it could provide—effectively a take it or leave it proposition.

- 22. In May 2021, Jammie's was onsite performing industrial cleaning activities, including assisting in processing the OCC Rejects as described above. Given the services Jammie's already provides at the PCA facility and Jammie's training and experience in managing and disposing of industrial wastes, PCA asked Jammie's for solutions to eliminate the stockpile of OCC Rejects BDI had not disposed of. As a natural extension of the OCC Rejects services Jammie's was already providing PCA, Jammie's proposed a comprehensive plan for quickly eliminating the OCC Rejects stockpile and for managing and promptly disposing of the OCC Rejects going forward. PCA requested that Jammie's provide the service.
- 23. On or around the last week of May 2021, Jammie's started managing—collecting, loading and hauling—the processed OCC Rejects. The service Jammie's provided with respect to the OCC Rejects was more comprehensive than the service BDI previously provided. While BDI simply hauled the bins that were loaded by PCA, in addition to cleaning the OCC processing equipment, Jammie's collected and loaded the resulting OCC Rejects and any other uncollected OCC Rejects using its own equipment and transported the OCC Rejects for disposal. Jammie's quickly eliminated the stockpile of OCC Rejects and the associated fire and safety dangers.
- 24. Upon information and belief, BDI contacted PCA in the fall 2021 and requested that PCA give BDI a second chance to haul the OCC Rejects. PCA declined given BDI's inadequate prior service and the resulting fire and safety issues, and Jammie's training and experience in managing and disposing of industrial wastes, and efficiency and cost-effectiveness in processing and disposing of the OCC Rejects.

- 25. Upon information and belief, Jammie's provides more comprehensive OCC Rejects services to PCA at a lower cost than what BDI charges.
- 26. Upon information and belief, PCA is extremely satisfied with the OCC Rejects services Jammie's is providing and would like Jammie's to continue providing the service.
- 27. While Jammie's manages the OCC Rejects, BDI continues to provide garbage collection services for the PCA facility.

#### **B.** Jammie's Defenses and Affirmative Defenses

- 28. BDI fails to state a claim on which relief can be granted because Jammie's processed the OCC Rejects as a "private carrier," a person who, in his or her own vehicle, transports solid waste purely as an incidental adjunct to some other established private business owned or operated by the person in good faith. RCW 81.77.010(5); WAC 480-70-041. A "private carrier" is not a "solid waste collection company" and does not need a solid waste certificate. WAC 480-70-011(1)(g).
- 29. Jammie's had a just cause to process the OCC Rejects due to the exigent need to dispose of the stockpile of OCC Rejects caused by BDI's failure to promptly haul the OCC Rejects, and to provide and implement a solution to adequately manage the OCC Rejects when requested by PCA, and Jammie's good faith belief that it was a "private carrier" as described in paragraph 28.
- 30. Based on communications with Commission Staff that took place in January 2022, Jammie's had a good faith belief that it was a "private carrier" as defined by RCW 81.77.010(5) and WAC 480-70-041, and that a solid waste certificate was not required. After Commission Staff changed its position and requested that Jammie's submit an application for a solid waste certificate, Jammie's submitted an application for a solid waste

certificate, which is currently pending before the Commission in Docket TG-220243, notwithstanding Jammie's continued belief that it was and is a "private carrier" as described in paragraph 28.

- 31. BDI has unclean hands and is estopped from asserting any claim against Jammie's because BDI failed to properly manage the OCC Rejects at the outset, causing a fire and safety hazard at the PCA facility, in violation of Chapter 81.77 RCW, its Certificate of Public Convenience and Necessity, and other applicable laws or regulations.
- 32. BDI is further estopped from asserting any claim against Jammie's because, on information and belief, BDI has been aware that Jammie's took over disposing of the OCC Rejects in May 2021 and failed to raise the issue to Jammie's until around November 2021, and then waited until March 29, 2022, to file its Complaint.
- 33. BDI's claims should be dismissed because Jammie's solid waste application docket, Docket TG-220243, is the appropriate forum for determining whether Jammie's is authorized to provide the services at issue.
- 34. While not alleged or sought in its Complaint, any injuries or damages sought by BDI associated with its claims are barred by its own actions (or inactions), as described in paragraphs 29 and 31–32, above.

 Dated: April 25, 2022

#### PERKINS COIE LLP

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