BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of Tariff Revisions to) I	OOCKET TG-131149
Increase Rates Due to a Disposal Fee)	
Increase Filed by) (ORDER 01
•)	
) (ORDER GRANTING EXEMPTION
) I	FROM RULE AND ALLOWING
SANITARY SERVICE COMPANY, INC.,)]	TARIFF REVISIONS TO BECOME
) I	EFFECTIVE BY OPERATION OF
Certificate G-14) I	LAW
)	

BACKGROUND

- On June 14, 2013, Sanitary Service Company, Inc. (Sanitary Service Company or Company), filed with the Washington Utilities and Transportation Commission (Commission) revisions to Tariff No. 8 to increase rates due to a disposal fee increase. The Company serves approximately 25,000 customers in Whatcom County. The Company's last general rate increase became effective on June 1, 2011.
- On August 1, 2013, Recycling and Disposal Services, Inc. will increase disposal fees from \$79.00 per ton to \$88.48 and \$99.74 per ton at Recycling and Disposal Services, Inc.'s disposal facility and Recomp of Washington's disposal facility. On July 1, 2013, per its agreement with the City of Bellingham, Recomp of Washington increased disposal fees from \$98.04 per ton to \$99.74 per ton at its managed disposal facility. The proposed rate increase would generate approximately \$140,000 (1.3 percent) additional annual revenue and become effective August 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 increase 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 June 1, 2011. 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 Recycling and Disposal Services, Inc. and Recomp of Washington 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.
- 7 (2) Sanitary Service Company 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) Sanitary Service Company 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.

- This matter came before the Commission at its regularly scheduled meeting on July 26, 2013.
- 11 (6) After review of the tariff revisions filed in Docket TG-131149 by Sanitary Service Company on June 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. 8 filed on June 14, 2013, to become effective on August 1, 2013, by operation of law.

ORDER

THE COMMISSION ORDERS:

- 12 (1) After the effective date of this Order, the Commission grants Sanitary Service Company, Inc.'s request for an exemption from WAC 480-07-520(4), for purposes of the tariff revisions filed in Docket TG-131149 on June 14, 2013.
- 13 (2) The Commission takes no action on the tariff revisions implementing the disposal fee increase and allows them to become effective on August 1, 2013, by operation of law.
- 14 (3) The Commission retains jurisdiction over the subject matter and Sanitary Service Company, 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 July 26, 2013.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

STEVEN V. KING, Executive Director and Secretary