00024 1 BEFORE THE WASHINGTON UTILITIES AND 2 TRANSPORTATION COMMISSION 3 4 In re Application No. GA-078938)Docket No. TG-001786)Volume II of 5)Pages 24-35 Grandero Management, Inc., for) 6 a Certificate of Public) Convenience and Necessity to) 7 Operate Motor Vehicles in) Furnishing Solid Waste) Collection Service. 8)) 9 10 11 12 A hearing in the above matter was 13 held on May 17, 2001, at 9:41 a.m., at 1300 Evergreen 14 Park Drive Southwest, Olympia, Washington, before 15 Administrative Law Judges WILLIAM HENDRICKS and 16 MARJORIE R. SCHAER. 17 The parties were present as 18 follows: GRANDERO MANAGEMENT, INC., by Don 19 Greear, President, 13213 N.E. Kerr Road, #110, 20 Vancouver, Washington 98682. (Via teleconference bridge.) 21 WASHINGTON REFUSE AND RECYCLING 22 ASSOCIATION, by James Sells, Attorney at Law, 9657 Levin Road, N.W., Suite 240, Silverdale, Washington 23 98383. WASTE CONNECTIONS OF WASHINGTON, 24 INC., by David W. Wiley, Attorney at Law, Williams, Kastner & Gibbs, Two Union Square, 601 Union Street, 25 Seattle, Washington 98101. (Via teleconference bridge.)

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                       CLARK COUNTY PUBLIC WORKS, by
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   Kathy Kiwala, Attorney at Law, P.O. Box 9810,
 2 Vancouver, Washington 98666-9810.
                       THE COMMISSION, by Donald Trotter,
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   Assistant Attorney General, 1400 Evergreen Park
 4 Drive, S.W., P.O. Box 40128, Olympia, Washington
    98504-0128.
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25 Barbara L. Nelson, CSR
    Court Reporter
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00026 1 JUDGE HENDRICKS: Let's be on the record. 2 We're here this afternoon for a prehearing conference in Docket Number TS-001786. This matter arises from 3 4 Application Number GA-078938, filed by Grandero 5 Management, Inc. for a certificate of public 6 convenience and necessity to operate motor vehicles 7 in furnishing solid waste compacting service. 8 Today is May 17th, 2001, and we're 9 appearing in Room 108 in the Commission headquarters 10 building in Olympia, Washington. I am Tre Hendricks, 11 and Marjorie Schaer and I, who is sitting to the 12 right of me, will be presiding at this prehearing 13 conference today. 14 I'd like to start this morning by taking 15 appearances from all parties, and why don't we just 16 begin with Mr. Trotter, who is sitting on my left, 17 for Commission Staff. Please state for the record 18 your name, who you represent, your address, 19 telephone, and I believe we --20 JUDGE SCHAER: We don't need to do all 21 that. 22 JUDGE HENDRICKS: And telephone, and that's 23 fine. 24 MR. TROTTER: Yeah, my name is Donald T. 25 Trotter. I'm an Assistant Attorney General for the

00027 1 Commission, and my address and phone number have 2 already been stated on the record. JUDGE HENDRICKS: Thank you. And Mr. 3 4 Sells. 5 MR. SELLS: Thank you. James Sells, 6 Attorney, representing Protestant Washington Refuse 7 and Recycling Association, and nothing has changed on 8 my -- I take that back. My e-mail may have changed 9 since last time. Would you like that on the record? 10 JUDGE HENDRICKS: Yes, please. 11 MR. SELLS: Correct e-mail is 12 jimsells@rsulaw.com. Everything else is correct. 13 JUDGE HENDRICKS: Thank you. Mr. Greear. 14 MR. GREEAR: Yes. Don Greear, Grandero 15 Management, Inc., and all the information is still 16 current. 17 JUDGE HENDRICKS: Thank you. And Mr. 18 Wiley. 19 MR. WILEY: Dave Wiley. I represent Waste 20 Connections of Washington, Inc., and all the address 21 and e-mail information is the same. 22 JUDGE HENDRICKS: Thank you. Ms. Kiwala. 23 MS. KIWALA: My name is Kathy Kiwala, and I 24 represent Clark County Public Works, and all of my 25 information is the same as before.

00028 1 JUDGE HENDRICKS: Thank you very much. Are 2 there any preliminary matters to come before the Commission at this time? Then, as I understand it, 3 4 Waste Connections and Grandero Management, Inc. have 5 been engaged in some discussions, settlement 6 discussions, and I'd just like to begin by asking Mr. 7 Grandero (sic) if you could just give a brief summary 8 of what's happened since the last prehearing 9 conference and since you refiled your application. 10 MR. GREEAR: Basically, decided to drop the 11 application because Waste Connections decided they 12 weren't going to contest me anymore. 13 JUDGE HENDRICKS: Mr. Wiley. 14 MR. WILEY: Yes. 15 JUDGE HENDRICKS: Could you elaborate on 16 that at all? 17 MR. WILEY: And I should mention that we've 18 also had discussions with the county and the WRRA. 19 We have not left any of those parties out. To 20 elaborate briefly, the agreement that was reached is 21 that Mr. Greear will withdraw his application and we 22 will not contest his operation as currently 23 configured, because we believe that, on further 24 review and discussion with Mr. Greear, it fits the 25 definition of private carriage in its current

00029 1 operation. 2 JUDGE HENDRICKS: Thank you. Mr. Sells, 3 could you respond? 4 MR. SELLS: That's my understanding, Your 5 Honor. I have been part of those discussions. And 6 as far as WRRA is concerned, as it currently exists, 7 we consider this operation to be private carriage, as 8 well. And we will withdraw our protest, as well. 9 JUDGE HENDRICKS: Are there any objections 10 to proceeding in this manner? 11 MS. KIWALA: No. This is Kathy Kiwala. 12 No. 13 MR. TROTTER: Your Honor, this is Don 14 Trotter, for the Commission Staff. We understand that the result here is that the application will be 15 16 withdrawn and that neither of -- none of the 17 protestants object to that. 18 In my discussions with Commission Staff, I 19 think it's fair to say that we've come to no firm 20 conclusion on whether this particular operation 21 requires a certificate or not. I think it's fair to 22 say that it's a close question that we haven't 23 resolved. We don't object to this being withdrawn, 24 the application being withdrawn, as long as it's 25 without prejudice to any party, or at least without

1 prejudice to the Commission, because we're not in a 2 position today to agree that this operation is 3 private carriage or not. 4 Should the Commission Staff decide that 5 it's not, we'd certainly advise the parties 6 accordingly and then decide what appropriate course 7 of action ought to be taken, whether it's a 8 classification proceeding by the Commission or 9 whether Mr. Greear would be encouraged to reapply in 10 lieu of that, but there would be procedural steps, 11 and we'd certainly communicate with the parties 12 accordingly. 13 But we're not in a position today to agree 14 that this is -- that his activity is or is not exempt or does or does not require a permit, but we think we 15 16 don't need to reach that question. He can withdraw 17 it without prejudice to the Commission and other 18 parties, and then we'll take a hard look at it and 19 see if further action is necessary. We just didn't 20 want to be on record as agreeing that this particular 21 activity did not require a certificate. 22 JUDGE HENDRICKS: I understand, and we'll 23 take that under advisement. Mr. Trotter, how would 24 you foresee the Commission proceeding, then, at this

25 point, as a procedural matter?

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00031 MR. TROTTER: Well, I think what I would 1 2 foresee is the Commission permitting the application 3 to be withdrawn without prejudice to the Commission 4 or any other party. The Staff would just internally 5 review the facts as they understand them and do more 6 research than has been accomplished to date, and 7 then, if it determines that there is a real issue 8 here, it could institute a classification proceeding 9 or contact Mr. Greear and invite him to reapply. 10 That reapplication would be probably the more 11 efficient way of going about it. And then it would 12 be up to him. If he didn't want to apply, then the 13 classification proceeding could go forward. 14 But when this case was disbanded earlier 15 for a settlement kind of process, we were not 16 involved in that, and I thought at least there was a 17 chance that something could be resolved on an 18 operational level, and rather, it was resolved by the 19 parties that they didn't think a certificate was 20 required. So we just learned about that yesterday. 21 So -- but given the early stage of this case, we 22 didn't see any prejudice to anyone of just having it 23 withdrawn without prejudice. 24 JUDGE HENDRICKS: What would Grandero 25 Management need to do procedurally to withdraw the

00032 1 application, or has something already been put in motion to do that? Has a request been made or -- I'm 2 3 not aware of any. Maybe Commission Staff knows the 4 answer to that question. 5 MR. TROTTER: I haven't seen anything, 6 other than his statement today that he's going to 7 drop his application, so if he makes an oral -- if 8 that constitutes an oral motion to withdraw and he 9 understands that it's without prejudice to the 10 parties, Staff won't object to that. 11 JUDGE HENDRICKS: Mr. Greear. 12 MR. GREEAR: Yes. 13 JUDGE HENDRICKS: Is this, in fact, what 14 you're asking today? MR. GREEAR: Yes, it is. 15 16 JUDGE HENDRICKS: And do you have any 17 comment on the withdrawal without prejudice? 18 MR. GREEAR: No, I don't. 19 JUDGE HENDRICKS: Okay. I'll just ask, and 20 maybe you all could briefly answer, I'm curious why 21 Commission Staff wasn't included in the negotiations. 22 If anybody knows or has an idea about why they were 23 left out, I'd be curious to know. 24 MR. WILEY: Maybe I could respond to that. 25 I think that initially the idea for sparking the

00033 1 consideration of the exemption came from settlement 2 discussions that we had at the first prehearing conference, and I believe Mr. Trotter was one of the 3 4 people enlisting certain perspectives on this 5 operation, recognizing it was misdocketed, suggested 6 the possibility that it might be exempt. He 7 certainly didn't advocate one way or the other. 8 But I don't think that -- you know, Judge 9 Hendricks, I don't think the Staff, in typical 10 settlement discussions, is involved, other than 11 saying try to work it out. 12 JUDGE HENDRICKS: Mr. Sells, do you have 13 any recollection of what happened, or is it --14 MR. SELLS: Well, that's my recollection, 15 and that's been my experience, is that unless there's some specific reason, as a general rule, the parties 16 17 try to work it out and bring a settlement back to the 18 Commission and present it and either have it accepted 19 or rejected. 20 JUDGE HENDRICKS: I think the way things 21 happened here, it was a little strange. I received a 22 second-hand voice mail, and that was how I learned of 23 the settlement discussions. And so, you know, 24 Counsel may or may not be right about how the 25 Commission has typically -- Commission Staff has

00034 1 typically been involved. I think it's probably helpful if the Commission Staff and the Commission 2 3 knows at least that settlement discussions are 4 ongoing or is updated on the status of those a little 5 more regularly. б MR. TROTTER: Yeah, I'll just note for the 7 record I did receive a call yesterday from Mr. Wiley, 8 and we finally actually got to talk, so I understood 9 what was going on, but I wasn't contacted before 10 then. 11 JUDGE HENDRICKS: Yes. 12 MR. TROTTER: I don't necessarily view this 13 as a settlement that the Commission needs to approve 14 the terms of. 15 JUDGE HENDRICKS: Right, sure. 16 MR. TROTTER: I view this as simply a 17 withdrawal without prejudice, and we'll see if 18 there's anything that will need to come before the 19 Commission in the future. But we did get the ball 20 rolling at the last hearing date, and I did not hear 21 from anyone after that until yesterday. 22 JUDGE HENDRICKS: Okay. Well, it sounds as 23 though what we have right now is an oral motion to 24 withdraw without prejudice, at least as to Commission 25 Staff, and the Commission will take the motion under

00035 1 advisement, a prehearing conference order will be entered, and any objection to the provisions of that 2 3 order must be filed within 10 days after the entry of 4 the order. And absent such objections, that order 5 will control any further proceedings, if they're 6 necessary in this matter, and subject to Commission 7 review. 8 Are there any other matters to come before 9 the Commission at this time? Hearing nothing, this 10 prehearing conference is adjourned. Thank you all. 11 MR. WILEY: Thank you. 12 MR. TROTTER: Thank you. 13 (Proceedings adjourned at 9:55 a.m.) 14 15 16 17 18 19 20 21 22 23 24 25