



May 24, 2012

**VIA ELECTRONIC FILING**

Mr. David Danner, Executive Director and Secretary  
Washington Utilities and Transportation Commission  
P.O. Box 47250  
1300 S. Evergreen Park Dr. SW  
Olympia, Washington 98504-7250

**Re: US Ecology Washington, Inc.  
Affiliated Interest and Subsidiary Transactions Report  
For the Year Ended December 31, 2011**

Dear Mr. Danner:

Enclosed via electronic filing is the Affiliated Interest and Subsidiary Transaction Report for the Year Ended December 31, 2011 for US Ecology Washington, Inc. as required by WAC 480-92-055 (3).

Sincerely,



Tray Caldwell  
Rate Analyst / Site Accountant

Enclosures

**US Ecology Washington, Inc.**  
**Affiliated Interest and Subsidiary Transaction Report**  
**For the Year Ended December 31, 2011**  
**WAC 480-92-055 (3)**

**Prepared by Tray Caldwell, Rate Analyst / Site Accountant**

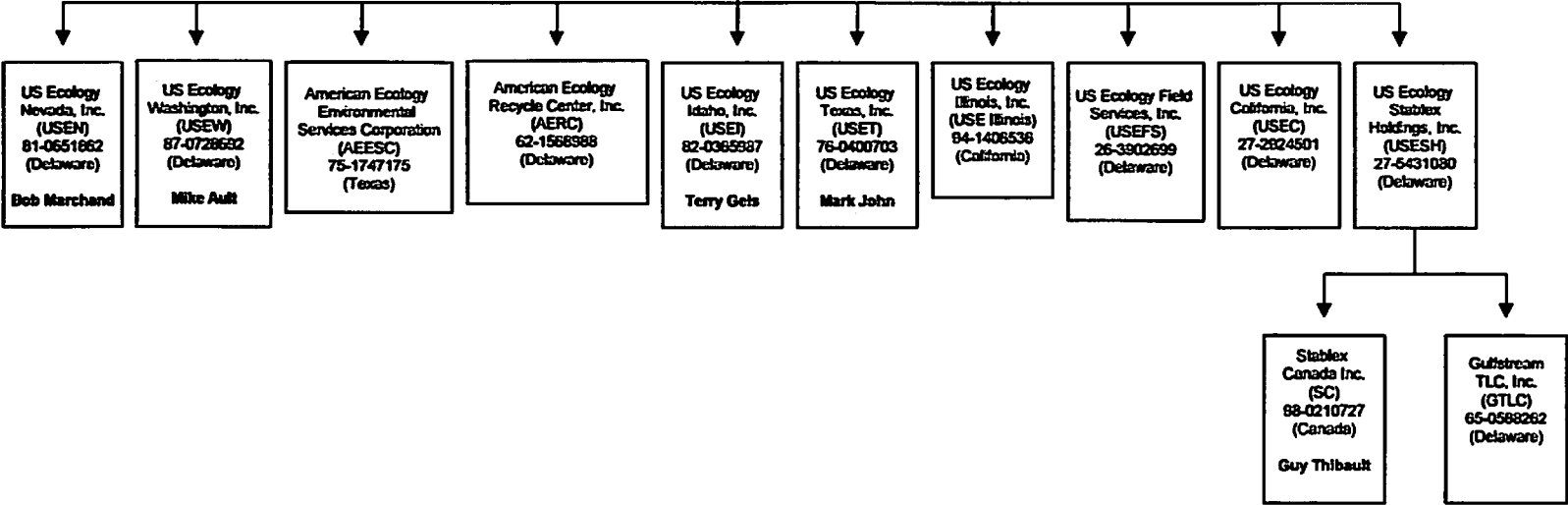
*Tray Caldwell*

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**US Ecology, Inc.**  
**(USE)**  
**95-3889638**

**Directors:**  
Victor J. Barnhart  
James R. Baumgardner  
Joe F. Colvin  
Daniel Fox  
Jeffrey S. Merrifield  
John W. Poling  
Stephen A. Romano

**Officers:**  
Pres./CEO – James R. Baumgardner  
SVP Sales and Marketing – Steven D. Welling  
VP/CIO – John M. Cooper  
VP/CFO – Jeffrey R. Feeler  
VP/Operations – Simon G. Bell  
VP/Controller - Eric L. Gerratt  
Asst. Secretary – Wayne R. Ipsen



**American Ecology Corporation & Subsidiaries**  
**Consolidated Balance Sheets**  
**As of December 31, 2011**

	US Ecology Washington, Inc.	AEC & All Other Subsidiaries	TOTAL
<b>Assets</b>			
Cash and cash equivalents	(1,545.19)	4,290,247.21	4,288,702.02
Trade receivables	1,311,828.48	25,917,287.35	27,229,115.83
Other AR, net	(3,747.49)	2,592,654.60	2,588,907.11
Prepayments and other	132,560.34	2,052,052.97	2,184,613.31
Income tax receivable		181,485.11	181,485.11
Deferred tax asset		984,197.30	984,197.30
<b>Current assets</b>	<b>1,439,096.14</b>	<b>35,997,924.54</b>	<b>37,437,020.68</b>
Property and equip, net	641,940.60	99,332,980.58	99,974,901.18
Restricted cash		4,115,321.37	4,115,321.37
Intangibles		39,238,140.79	39,238,140.79
Goodwill		21,199,907.28	21,199,907.28
Other non-current assets		623,164.34	623,164.34
<b>Non-current assets</b>	<b>641,940.60</b>	<b>164,509,494.32</b>	<b>165,151,434.92</b>
<b>Total assets</b>	<b>2,081,036.74</b>	<b>200,507,418.86</b>	<b>202,588,455.60</b>
<b>Liabilities &amp; Equity</b>			
Long-term debt - current		70,818.82	70,818.82
Trade AP	105,498.82	4,583,537.33	4,689,036.15
Other AP and accrued	4,086,796.95	13,584,807.22	17,671,604.17
State burial taxes	350,688.31	1,502,870.73	1,853,559.04
Closure/post-closure obligation		2,869,854.13	2,869,854.13
Income taxes payable		1,509,805.87	1,509,805.87
<b>Current liabilities</b>	<b>4,542,984.08</b>	<b>24,121,694.10</b>	<b>28,664,678.18</b>
Long-term debt		40,500,000.01	40,500,000.01
Other long term liabilities		149,989.30	149,989.30
Closure/Post-closure obligation		14,448,186.80	14,448,186.80
Uncertain tax position		453,875.00	453,875.00
Deferred tax liability		18,208,215.78	18,208,215.78
Intercompany transactions	(61,259,920.19)	61,259,920.19	
<b>Non-current liabilities</b>	<b>(61,259,920.19)</b>	<b>135,020,187.08</b>	<b>73,760,266.89</b>
<b>Total liabilities</b>	<b>(56,716,936.11)</b>	<b>159,141,881.18</b>	<b>102,424,945.07</b>
Common stock	10.00	183,192.14	183,202.14
Additional paid-in capital		62,455,149.86	62,455,149.86
Retained earnings - prior years	55,488,578.09	(34,681,010.02)	20,827,568.07
Retained earnings - current year	3,309,384.76	15,060,169.87	18,389,554.63
Treasury stock			(1,555,164.88)
Equity adj. - foreign exchange translation			(118,799.39)
<b>Shareholders' equity</b>	<b>58,797,972.85</b>	<b>41,385,537.68</b>	<b>100,163,510.53</b>
<b>Total liabilities &amp; equity</b>	<b>2,081,036.74</b>	<b>200,507,418.86</b>	<b>202,588,455.60</b>

**American Ecology Corporation & Subsidiaries**  
**Consolidated Income Statements - YTD**  
**For the Twelve Months Ending December 31, 2011**

	US Ecology Washington, Inc.	AEC & All Other Subsidiaries	TOTAL
Direct disposal revenues	5,664,191.03	30,168,456.91	35,832,647.94
Other revenues	477,364.72	92,760,690.14	93,238,054.86
Transportation revenues	27,015.94	25,819,112.52	25,846,128.46
<b>Revenues</b>	<b>6,168,571.69</b>	<b>148,748,259.57</b>	<b>154,916,831.26</b>
Labor	1,058,485.99	17,355,863.57	18,414,349.56
Reagents		13,759,721.13	13,759,721.13
Equipment and supplies	363,040.58	13,207,009.13	13,570,049.71
Depreciation	52,915.07	11,309,629.41	11,362,544.48
Services	249,768.91	13,560,322.36	13,810,091.27
Transportation	26,946.00	27,264,652.01	27,291,598.01
Fees	149,206.50	1,656,638.10	1,805,844.60
Allocated expenses		(299,406.77)	(299,406.77)
Closure/post-closure costs		1,294,965.14	1,294,965.14
Other	840.34	39,030.99	39,871.33
<b>Direct costs</b>	<b>1,901,203.39</b>	<b>99,148,425.07</b>	<b>101,049,628.46</b>
<b>Gross Profit</b>	<b>4,267,368.30</b>	<b>49,599,834.50</b>	<b>53,867,202.80</b>
Selling	1,105.83	2,096,748.54	2,097,854.37
Legal	515.00	143,254.01	143,769.01
General & admin	956,524.51	18,117,041.22	19,073,565.73
<b>Selling, general &amp; admin</b>	<b>958,145.34</b>	<b>20,357,043.77</b>	<b>21,315,189.11</b>
Other expense (income)		980,178.53	980,178.53
(Gain)/loss on sale of assets		186,652.18	186,652.18
<b>Other</b>	<b>0.00</b>	<b>1,166,830.71</b>	<b>1,166,830.71</b>
<b>EBINT</b>	<b>3,309,222.96</b>	<b>28,075,960.02</b>	<b>31,385,182.98</b>
Interest income	(161.80)	(25,786.70)	(25,948.50)
Interest expense		1,604,264.33	1,604,264.33
<b>Investments/interest</b>	<b>(161.80)</b>	<b>1,578,477.63</b>	<b>1,578,315.83</b>
<b>Pretax earnings/(loss)</b>	<b>3,309,384.76</b>	<b>26,497,482.39</b>	<b>29,806,867.15</b>
<b>Income taxes</b>		<b>11,437,312.52</b>	<b>11,437,312.52</b>
<b>Net earnings (loss)</b>	<b>3,309,384.76</b>	<b>15,060,169.87</b>	<b>18,369,554.63</b>

WAC 480-92-055 (3)(b):

- (ii) The services provided by US Ecology, Inc. to US Ecology Washington, Inc. consist of accounting, legal, and management services.
- (iii) No costs are allocated or charged for the services US Ecology, Inc. provides to US Ecology Washington, Inc.
- (iv) As part of everyday cash management, the net difference between receivables and payables resides in a central bank account owned by US Ecology, Inc.
- (v) US Ecology Washington, Inc. assumes no obligations or liabilities for affiliated interests except for guarantee of the Wells Fargo line of credit identical to all US Ecology, Inc. affiliated companies.
- (vi) US Ecology, Inc. provides accounting, legal, and management services to each of its subsidiary companies, including, US Ecology Washington, Inc.
- (vii) Common Officers and Directors:

	<b>Name</b>	<b>US Ecology, Inc.</b>	<b>US Ecology Washington, Inc.</b>
<b>Directors:</b>	James R. Baumgardner	Director	Director
<b>Officers:</b>	James R. Baumgardner	President/CEO	President/CEO
	Jeffrey R. Feeler	VP/CFO	VP
	Simon G. Bell	VP/Operations	VP
	Eric L. Gerratt	VP/Controller	Treasurer
	Wayne R. Ipsen	Asst. Secretary	Secretary