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**US Ecology Washington, Inc.  
Affiliated Interest and Subsidiary Transaction Report  
For the Year Ended December 31, 2017  
WAC 480-92-055 (3)**

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

**Signature:** Tray Caldwell

**Date:** May 22, 2018



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May 22, 2018

**VIA ELECTRONIC FILING**

Mark L. Johnson, Executive Director and Secretary  
Washington Utilities and Transportation Commission  
1300 S. Evergreen Park Dr. S.W.  
P.O. Box 47250  
Olympia, Washington 98504-7250

**Re: US Ecology Washington, Inc.  
Affiliated Interest and Subsidiary Transactions Report  
For the Year Ended December 31, 2017**

Dear Mr. Johnson:

Enclosed via electronic filing is the Affiliated Interest and Subsidiary Transaction Report for the Year Ended December 31, 2017 for US Ecology Washington, Inc. as required by WAC 480-92-055 (3).

Sincerely,

A handwritten signature in cursive script that reads 'Tray Caldwell'.

Tray Caldwell  
Rate Analyst / Site Accountant

Enclosures

US Ecology, Inc. & Subsidiaries  
Consolidated Balance Sheets  
As of December 31, 2017

	US Ecology Washington, Inc.	US Ecology, Inc. & All Other Subsidiaries	TOTAL
<u>Assets</u>			
Cash and cash equivalents	(\$1,389.01)	27,043,819.29	27,042,430.28
Trade receivables	2,259,243.95	94,501,598.55	96,760,842.50
Other AR, net	(5,715.81)	14,022,187.25	14,016,471.44
Prepayments and other	91,341.12	9,046,046.74	9,137,387.86
Income tax receivable		0.65	0.65
Current assets	2,343,480.25	144,613,652.48	146,957,132.73
Property and equip, net	1,305,649.52	233,125,907.84	234,431,557.36
Restricted cash		5,801,536.11	5,801,536.11
Intangibles		222,811,852.04	222,811,852.04
Goodwill		189,373,174.17	189,373,174.17
Other non-current assets		2,700,968.42	2,700,968.42
Non-current assets	1,305,649.52	653,813,438.58	655,119,088.10
Total assets	3,649,129.77	798,427,091.06	802,076,220.83
<u>Liabilities &amp; Equity</u>			
Trade AP	52,186.76	14,818,279.46	14,870,466.22
Other AP and accrued	227,132.27	42,173,921.39	42,401,053.66
State burial taxes	245,606.47	3,013,410.67	3,259,017.14
Closure/post-closure obligation		2,329,754.40	2,329,754.40
Income taxes payable		2,969,850.05	2,969,850.05
Current liabilities	524,925.50	65,305,215.97	65,830,141.47
Long-term debt		276,999,999.73	276,999,999.73
Other long term liabilities		3,827,684.27	3,827,684.27
Closure/Post-closure obligation		73,758,310.97	73,758,310.97
Deferred tax liability		57,582,980.99	57,582,980.99
Intercompany transactions	(71,819,503.06)	71,819,502.86	(0.20)
Non-current liabilities	(71,819,503.06)	483,988,478.82	412,168,975.76
Total liabilities	(71,294,577.56)	549,293,694.79	477,999,117.23
Common stock	10.00	218,481.65	218,491.65
Additional paid-in capital		177,498,153.66	177,498,153.66
Equity - other		1.99	1.99
Retained earnings - prior years	73,516,574.85	32,651,391.11	106,167,965.96
Retained earnings - current year	1,427,122.48	47,937,961.71	49,365,084.19
Treasury stock		(67,850.12)	(67,850.12)
Accumulated other comprehensive income		(9,104,743.73)	(9,104,743.73)
Shareholders' equity	74,943,707.33	249,133,396.27	324,077,103.60
Total liabilities & equity	3,649,129.77	798,427,091.06	802,076,220.83

US Ecology, Inc. & Subsidiaries  
Consolidated Income Statements - YTD  
For the Twelve Months Ending December 31, 2017

	US Ecology Washington, Inc.	US Ecology, Inc. & All Other Subsidiaries	TOTAL
Direct disposal revenues	4,534,033.12	51,695,527.77	56,229,560.89
Other revenues	114,446.22	240,201,033.04	240,315,479.26
Transportation revenues	11,100.00	85,975,298.50	85,986,398.50
Service revenues		121,510,692.83	121,510,692.83
<b>Revenues</b>	<b>4,659,579.34</b>	<b>499,382,552.14</b>	<b>504,042,131.48</b>
Labor	1,269,678.06	94,602,632.25	95,872,310.31
Reagents		23,515,471.05	23,515,471.05
Equipment and supplies	350,424.22	55,344,066.28	55,694,490.50
Depreciation and amortization	111,865.47	29,368,525.05	29,480,390.52
Services	143,389.46	77,182,355.75	77,325,745.21
Transportation	11,100.00	59,700,213.98	59,711,313.98
Fees	72,595.77	6,433,930.31	6,506,526.08
Allocated expenses		(327,816.17)	(327,816.17)
Closure/post-closure costs		3,026,072.94	3,026,072.94
Other	3,114.66	107,267.82	110,382.48
<b>Direct costs</b>	<b>1,962,167.64</b>	<b>348,952,719.26</b>	<b>350,914,886.90</b>
<b>Gross Profit</b>	<b>2,697,411.70</b>	<b>150,429,832.88</b>	<b>153,127,244.58</b>
Selling		5,260,942.26	5,260,942.26
Legal	872.38	1,672,459.79	1,673,332.17
General & admin	1,269,416.84	84,757,547.98	86,026,964.82
<b>Selling, general &amp; admin</b>	<b>1,270,289.22</b>	<b>91,690,950.03</b>	<b>92,961,239.25</b>
Other expense (income)		(1,306,553.10)	(1,306,553.10)
(Gain)/loss on sale of assets		407,858.25	407,858.25
<b>Other</b>	<b>0.00</b>	<b>(898,694.85)</b>	<b>(898,694.85)</b>
<b>EBINT</b>	<b>1,427,122.48</b>	<b>59,637,577.70</b>	<b>61,064,700.18</b>
Interest income		(61,840.42)	(61,840.42)
Interest expense		18,156,091.53	18,156,091.53
<b>Investments/interest</b>	<b>0.00</b>	<b>18,094,251.11</b>	<b>18,094,251.11</b>
<b>Pretax earnings/(loss)</b>	<b>1,427,122.48</b>	<b>41,543,326.59</b>	<b>42,970,449.07</b>
<b>Income taxes</b>		<b>(6,394,635.12)</b>	<b>(6,394,635.12)</b>
<b>Net earnings (loss)</b>	<b>1,427,122.48</b>	<b>47,937,961.71</b>	<b>49,365,084.19</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 revolving credit facility 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>	Jeffrey R. Feeler	Director	Director
<b>Officers:</b>	Jeffrey R. Feeler	President/CEO	President
	Simon G. Bell	EVP/Operations	Exec. Vice President
	Eric L. Gerratt	EVP/CFO	Exec. Vice President/Treasurer
	Wayne R. Ipsen	Secretary/Corp. Counsel	Secretary

