

December 10, 2012

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VIA EMAIL: [records@wutc.wa.gov](mailto:records@wutc.wa.gov)

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

Re: *In re WUTC v. Mason County Garbage Co., Inc. d/b/a Mason County Garbage*  
Docket TG-121513, Order No. 1 Compliance Filing

Dear Mr. Danner:

Pursuant to the above-captioned Order and specifically the condition placed in the Order for a compliance filing by today's date under Section 22 of the Order, indicated below is the description of the performance criteria conditions to be met by Mason County Garbage Company in order to be eligible for the incentive or award.

In order to recover the incentive bonus of 5% of expenditures, average recycling per household rates must increase .25 pounds per household per month in the 2012-2013 reporting period. This is a conditional and traditional performance-based criterion which requires a demonstration that the continuing education criteria and programs utilized in the county result in on-going reductions in the per household generation of solid waste. The proposed \$3,436 retention amount will only be paid if the annual reporting at the conclusion of the 2012-2013 performance period reflects an increase of .25 pounds or more recycling per household per month over that interval.

Program elements Criteria B and C of course pm the 2012-2013 Plan also indirectly and directly lend themselves as net contributors to overall recycling reduction, including continuing focus on appropriate sizing of solid waste receptacles and encouraging customers to reduce container sizes, service levels and frequency of pickups in continuing to educate Mason County customers in waste reduction/generation practices. Criteria C for glass management is another integral portion of the Mason County Solid Waste Management Plan at present since glass is not an element of the county curbside collection plan. Placing drop boxes and other containers at various conspicuous sites in the

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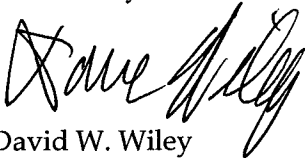
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County to encourage removal of glass from the solid waste and curbside recycling program is critical and the revenue share program has been significant in assisting this activity.

Finally, in conjunction with radio and other media announcements to promote the results, including seasonal and other county-wide events, the revenue share program seeks to hallmark the success and prospective expansion of recycling participation rates, recycling waste stream materials and overall solid waste diminution in the county which has been the major emphasis of the revenue share program in Mason County since its inception in 2009.

Please consider this as a supplement to the filing and advise me if you have any questions or concerns regarding this submission. Thank you in advance for your cooperation and attention to this matter.

Yours truly,



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DAV:rb

Enclosure

cc: Mike Young  
Rik Fredrickson  
John Cunningham, Mason County

**District 2149: Mason County Garbage  
Budgeted Program Costs  
9/2012 - 8/2013**

	Expense Description	Expense Narrative	Expense Amount
1	Mason County Blue Box Recycling Contract & Glass Hauls	Projected fiscal year difference on County Blue Box recycling contract hauls and glass hauls. Projected recovery of materials at 517 tons for the program year.	\$ 42,133.00
1.5	Glass hauling	Glass is hauled in Mason County boxes from Shelton and satellite transfer stations. They are weighed and dumped into roll off container and county hauls to recycler. We expense all hauling to revenue share at \$96.40 per haul. Projected recovery of materials at 251 tons for the program year.	Included above
2	30 YD Glass Box - Shelton Transfer	Provide roll off container at Shelton transfer	\$1,500.00
3	Safeway ONP Hauls	Provide container and hauling for public newspaper box located at the Safeway in Shelton, hauled bi-monthly. Projected recovery of materials at 24 tons.	\$ 2,314.00
4	Design work and printing costs	Replace current customer recycle cart decal with new decals, updated with additional materials accepted.	\$ 13,750.00
5	Glass Hauls from Wilson Recycling for Mason County	Additional glass recycling provided by Mason County at private company. We provide hauls only	\$ 1,432.00
6	Community Event/Facility Recycling - Donated Service	In-kind service donated by MCG to various civic events, and public facilities throughout the County. Events include: Public Skate park, Old Timers Fair, Oysterfest, Celtic Festival, Community Club crab feed, Mason Fair, and Relay for Life.	\$ 1,785.00
7	Mason County Business Expo - Recycle Promotion Booth	Indirect and direct booth expense to MCG for business expo, with MCG booth to promote and increase recycling. Includes supplies, table, and staffing labor.	\$ 813.00
8	Radio Station Environmental Program Sponsorship	Recycling advertisement and radio program sponsorship, for recycling efforts, of \$250 per month.	\$3,299.00
10	Recycling Program Purchases	Clear Stream containers for public events	\$ 1,688.00
11	Company Incentive - 5% of Expenditures	Increase recycle lbs per month per household by 1% year over year	\$ 3,436.00 (1)
		<b>Projected program costs for 9/2012-8/2013</b>	<b>\$ 72,150.00</b>

Projected Commodity Value	\$246,390.00
Commodity retention at 30%	\$73,917.00
Company To Retain	\$72,150.00

(1) Retention Criterion Explanation: As noted in "Interpretive and Policy Statement on RCW 81.77.185," (May, 2012), recycling plans may authorize an incentive payment to the Company for meeting or exceeding specified target metrics that demonstrate an increase in recycling. The referenced interpretive statement provides that this incentive may be equal to 5% of expenditures. Mason County has structured its recycling plan such that the Company is eligible for an incentive payment of 5% of expenditures, if they demonstrate it has increased the recycle pounds per month by 1% or more over the prior year. This incentive has been set forth above in the above 2012-2013 budgeted expenditures. Actual commodity prices, expenditures, and incentive amounts may vary due to the volatile nature of the commodity market. The \$3,436 projected retention is not a material amount in the context of the overall revenue share dollars and because of that, the sole metric for eligibility is proposed as the measurement of recycle tons year over year.