

# Weldon T. Burton CPA

2 South 56<sup>th</sup> Place, Suite 201-B • Ridgefield, WA. 98642 • 360-896-7470 • Fax: 360-256-9864 • Email wtbpdx@gmail.com

November 8, 2010

David Danner  
Executive Secretary  
Washington Utilities and Transportation Commission  
PO Box 47250  
Olympia, WA 98504

RE: Excess Disposal, Inc. - G-107

Dear Secretary Danner:

I am filing a new proposed Tariff 15 to replace Tariff 14 on behalf of Excess Disposal, Inc. G-107, to be effective January 1, 2011. The last general rate increase for this hauler was in January 2007.

This filing is necessitated by a disposal increase at the transfer stations owned and operated by Pend Oreille County, increased labor cost, Washington State Business & Occupation Tax, health insurance, fuel and other operating and administrative costs.

If this filing is approved by the commission as filed, the hauler's revenue will increase approximately 12.7% or \$93,256.

This filing is for recovery of additional disposal fees under RCW 81.77.160. The company hauled 4,190 tons of refuse for regulated customers during the test period ended December 31, 2009. If the Commission suspends this filing the company requests the provisions of RCW 81.77.160 (2) be implemented.

I am enclosing a copy of the Solid Waste General Rate Case Checklist for Excess Disposal, Inc., G-107 which has been completed.

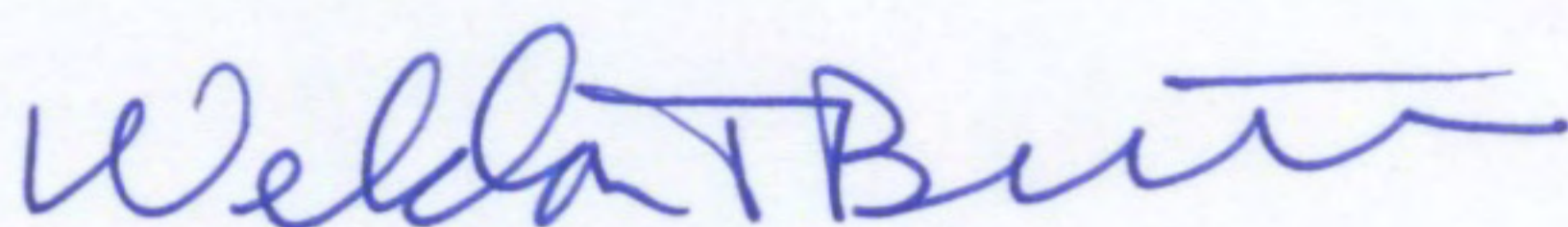
A draft copy of the customer notices is included with this transmittal. Customer notices will be mailed on or before December 1, 2010.

A copy of this transmittal letter has been mailed to the chair of the Board of County Commissioners, Pend Oreille County, Washington, Mayor City of Cusick, WA. and Mayor City of Newport, WA.

David Danner  
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You may contact Weldon T. Burton, CPA at 360-896-7470, Fax 360-256-9864 or email [wtpdx@gmail.com](mailto:wtpdx@gmail.com) if there are questions regarding this filing.

Yours truly,



Weldon T. Burton CPA

cc: Chairman, Board of County Commissioners Pend Oreille County, Washington.  
Mayor - City of Cusick, WA  
Mayor - City of Newport, WA.

# Solid Waste General Rate Case Checklist

## Excess Disposal, Inc. G-107

Staff provides this checklist to help you determine if your filing meets the requirements set forth in WAC 480-07-520. A complete and well organized rate case will facilitate staff's review. Filing a copy of this checklist with your rate case will help the assigned staff in their first task, which is to determine if the filing meets the requirements. We hope that you find this information helpful. If you have questions regarding the filing requirements, we will be happy to answer your questions.

- Mark an "X" in "blank space" if the document was provided in the company's general rate case filing.
- Location of document: If applicable, write the location where the document can be found in the work papers.
- Item not filed: If applicable, write "YES" if the item was not provided AND the company filed a petition for exemption.
- Item not filed: Write "NO" if the item was not provided AND the company did NOT file a petition for exemption.

     480-07-520(1) Proposed Tariff. The proposed tariff sheets filed with one paper copy.

- X   480-07-140(1)(a) Tariff sheets filed electronically were submitted via the commission's records center web portal and according to WAC 480-07-140(6)
- X   Tariff complies with WAC 480-70-226 through WAC 480-70-351.
- X   Tariff complies with standard tariff template.

     480-07-520(2) Local government ordinances and notices.

- X   480-70-326(3)(a) Filings due to governmental or other entity, action require documentation of that action. Examples of documentation include: ordinances, resolutions, and disposal site fee increase or decrease notices.

Location of document: Working papers PDF file named Pend Oreille County Resolution No. 2010-34.

Item not provided: filed petition for exemption: \_\_\_\_\_.

- X A copy of the customer notice the company has, or will, mail to customers in compliance with WAC 480-70-271.

     **480-07-520(3) Transmittal Letter**

- x 480-70-326(2)(a) requires:
  - x (i) The name, certificate number, and trade names of the company
  - x (ii) A description of each proposed change and a brief statement of the reason for each change;
  - x (iii) The dollar and percentage amounts that revenue will change if the filing is approved by the commission;
  - x (iv) The percentage amount that rates will change if approved by the commission;
  - x (v) A contact person's name, mailing address, telephone number, fax number (if any), and e-mail address (if any); and
  - x (vi) A statement that the company mailed a copy of the transmittal letter to the chair of the county commission or county council of each county affected by the filing.
- x 480-70-326(2)(b) requires the transmittal letter accompanying a filing that increases rates or charges must also include the date customer notice was, or will be, mailed or delivered to all affected customers.
- x 480-70-326(3)(b) requires that a tariff filing made by a person other than an owner, partner, or corporate officer, a statement granting authority for that person to file on behalf of the company must be signed by an owner, partner, or corporate officer, and may be incorporated into the transmittal letter accompanying the filing.

**Location of document: Authorization letter for Weldon Burton to submit e-filings to the commission - PDF File.**

**Item not provided: filed petition for exemption: \_\_\_\_\_.**

     **480-07-520(4) Work papers.**

- x One paper and one electronic copy of all supporting work papers for the test year, which is the most recent or most appropriate consecutive twelve-month period for which financial data are available.

**4(a)** A detailed pro forma income statement separated among solid waste, single-family residential recycling, multifamily recycling, and yard waste, with restating actual and pro forma adjustments, including all supporting calculations and documentation for all adjustments.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet titled pro-forma results.  
**Item not provided: filed petition for exemption:** \_\_\_\_\_.

Every number resulting from a calculation includes the formula used to calculate the number: by formula imbedded in a spreadsheet cell, by formula included in a comment attached to the cell containing the number, or by a separate statement within the document referencing the number or cell containing the number.

    **4(a)(i) Restating actual adjustments.** The booked operating results adjusted for any defects or infirmities in actual recorded results that can distort test period earnings. Examples of restating actual adjustments are adjustments to remove prior period amounts, eliminate below-the-line items that were recorded as operating expenses in error, to adjust from book estimates to actual amounts and to eliminate or to normalize extraordinary items recorded during the test period.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet titled Restating Adj.  
**Item not provided: filed petition for exemption:** \_\_\_\_\_.

    **4(a)(ii) Pro forma adjustments** give effect for the test period to all known and measurable changes that are not offset by other factors. The filing must identify dollar values and underlying reasons for each proposed pro forma adjustment.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet titled Pro Forma Adj.  
**Item not provided: filed petition for exemption:** \_\_\_\_\_.

    **4(b)** A calculation of the revenue impact of proposed tariff revisions.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet can count.  
**Item not provided: filed petition for exemption:** \_\_\_\_\_.

x   4(c) An income statement listing all revenue and expense accounts by month.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet titled monthly income statement refuse.

**Item not provided:** filed petition for exemption: \_\_\_\_\_.

  x   4(d) If non-regulated revenue represents more than ten percent of total company test period revenue, a detailed separation of all revenue and expenses between regulated and non-regulated operations.

**Location of document:** N/A.

**Item not provided:** filed petition for exemption - Hauler has no non-regulated revenues from refuse operation.

  x   4(e) A detailed list of all non-regulated operations, including the rates charged for the services rendered. Copies of all contracts must be provided on request.

**Location of document:** N/A.

**Item not provided:** filed petition for exemption - Hauler has no contract refuse operations.

  x   4(f) Detailed price-out information that reconciles within 5%, without adjustment, to the test period booked revenue, including the test period customer count by tariff item.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet titled can count.

**Item not provided:** filed petition for exemption: \_\_\_\_\_.

  x   4(g) A consolidated balance sheet, including the percentage of equity, percentage of debt and the cost of that debt by component.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet titled Balance Sheet, lower section of worksheet.

**Item not provided:** filed petition for exemption: \_\_\_\_\_.

x **4(h)** A detailed depreciation schedule listing all used and useful assets held by the company during the test period that includes:

- x The date of purchase.
- x The cost at purchase.
- x The depreciable life.
- x The salvage value.
- x Depreciation expense.
- x Accumulated depreciation expense at the end of the test period.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet titled Depreciation Schedule.

**Item not provided:** filed petition for exemption: \_\_\_\_\_.

   x **4(i)** Computed average investment. (Net book value of allowable assets at the beginning of the test period PLUS the net book value of allowable assets at the end of the test period DIVIDED by 2 EQUALS net book value of allowable assets.) Investor supplied working capital may be included, provided a work sheet is submitted detailing the calculations.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet titled Depreciation Schedule.

**Item not provided:** filed petition for exemption: \_\_\_\_\_.

x **4(i)** Information about every transaction with an affiliated interest or subsidiary that directly or indirectly affects the proposed rates. This must include:

- Full description of the relationship, terms and amount of the transaction
- The length of time the relationship has been ongoing
- An income statement and balance sheet for every affiliated entity.

**Location of document:** N/A.

**Item not provided: filed petition for exemption:** Within the corporation, Excess Disposal, Inc. there is an operating carwash facility and a gravel pit operation. Excess Disposal Service does not purchase any goods or services from the carwash or gravel pit operation. There only one common employee for the three operations, Rod Troudt. Mr. Troudt serves Excess Disposal as a truck mechanic and relief driver as necessary. He keeps a separate time card for each operation.

   x **480-07-520(5)** Annual report. Most recent consolidated annual report to shareholders, if any.

**Location of document:** Electronic copy of Excel Workbook - titled - Excess Disposal Results.XLS, worksheet titled balance sheet and income statement.

**Item not provided: filed petition for exemption:** Non-public company does not issue annual reports to shareholders.



**Excess Disposal, Inc. d/b/a Excess Disposal Service**

November 30, 2010

Dear Customer,

Excess Disposal, Inc. has filed a request with the Washington Utilities & Transportation Commission (WUTC) to increase rates in Pend Oreille County effective January 1, 2011. This increase is to cover increased disposal fees, fuel, postage, labor, health care insurance and equipment.

<u>Service</u>	<u>Pickup Rates</u>	
	<u>Current</u>	<u>Proposed</u>
10 Yard Drop Box	\$ 58.25	\$ 65.24
20 Yard Drop Box	\$110.91	\$124.22
30 Yard Drop Box	\$166.42	\$186.39
Monthly Rent	\$212.75	\$238.28
Initial Delivery Fee	\$109.30	\$122.42

**PRELIMINARY DRAFT  
FOR DISCUSSION ONLY**

Other rates not listed above may increase by up to 15%. If you have questions about this proposal, you may contact us at 208-437-3502 or email [low7@frontier.com](mailto:low7@frontier.com) or in writing at 2654 E. Hwy 2, Oldtown, Idaho 83822. Rates were previously increased in January 2007.

Rates do not include Washington Refuse Tax or City of Newport Tax.

The WUTC has the authority to set final rates that may vary from the Company's proposed rates depending on the results of the Commission investigation. The WUTC staff will make a recommendation to the commission at an open meeting in Olympia, WA which is scheduled for 9:30 a.m. on December 30, 2010.

If you would like to comment on this filing, be added to the WUTC's mailing list, or have questions about the ratemaking process, please use the contact information below. You may also comment by using the "Public Comment" feature at the UTC web site, at <http://www.wutc.wa.gov>. If you are unable to attend an open meeting in person, the commission has a bridge line which enables you to participate or listen by telephone. Call 360-664-1234 for instructions.

Washington Utilities & Transportation Commission  
P.O. Box 47250, Olympia, WA 98504-7250;  
Email: [comments@wutc.wa.gov](mailto:comments@wutc.wa.gov)  
Telephone: 1-800-562-6150 FAX 360-664-4291

Thank you for your business.

Sincerely,

Cindy Low  
Excess Disposal, Inc. d/b/a Excess Disposal Service

**Excess Disposal, Inc. d/b/a Excess Disposal Service**

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**RESIDENTIAL**

<u>Service</u>	<u>Pickup Rates</u>	
	<u>Current</u>	<u>Proposed</u>
1 can	\$15.74	\$17.63
2 cans	\$23.05	\$25.82
1 can-every other week	\$12.15	\$13.61
Extra can	\$ 3.40	\$ 3.81

**COMMERCIAL CAN & CONTAINER**

<u>Service</u>	<u>Pickup Rates</u>	
	<u>Current</u>	<u>Proposed</u>
1 can	\$ 15.74	\$ 17.63
1 yard	\$ 67.70	\$ 75.82
1.5 yard	\$ 93.62	\$104.85
2 yard	\$109.80	\$122.98
4 yard	\$206.19	\$230.93
6 yard	\$278.03	\$311.39

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Email: [comments@wutc.wa.gov](mailto:comments@wutc.wa.gov)  
Telephone: 1-800-562-6150 FAX 360-664-4291

Thank you for your business.

Sincerely,

Cindy Low  
Excess Disposal, Inc. d/b/a Excess Disposal Service