1	BEFORE THE WASHINGTON STATE		
2	UTILITIES AND TRANSPO	ORTATION COMMISSION	
3	WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION,	) DOCKETS TG-121366, TG-121367 ) TG-121369, TG-121370 and	
4	V.	) TG-121371 ) Pages 1-28	
5	<b>v</b> .	)	
_	Complainant,	)	
6	RABANCO LTD, D/B/A CONTAINER	)	
7	HAULING, EASTSIDE DISPOSAL, RABANCO COMPANIES, RABANCO	)	
8	CONNECTIONS, LYNNWOOD DISPOSAL,	)	
9	ALLIED WASTE SERVICES OF LYNNWOOD ALLIED WASTE SERVICES OF KLICKIT		
10	COUNTY, TRI-COUNTY DISPOSAL, ALLIED WASTE SERVICES OF KENT &	)	
11	RABANCO COMPANIES, AND SEATAC DISPOSAL (G-12), AND FIORITO	)	
	ENTERPRISES, INC. & RABANCO	)	
12	COMPANIES D/B/A KENT MERIDIAN DISPOSAL COMPANY (G-60).	) )	
13 14	Respondents.	)	
15	HEARING,	VOLUME I	
16	Pages 1-28 ADMINISTRATIVE LAW JUDGE MARGUERITE E. FRIEDLANDER		
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19	Washington Utilities and Transportation Commission		
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1	OLYMPIA, WASHINGTON, JUNE 14, 2013	
2	9:33 A.M.	
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5	PROCEEDINGS	
6	JUDGE FRIEDLANDER: Let's get started.	
7	I am Marguerite Friedlander, the administrative law	
8	judge for the Washington Utilities and Transportation	
9	Commission.	
10	We are here today for a prehearing conference to	
11	discuss procedural matters relating to the tariff filings of	
12	Waste Management, Inc Waste Management of Washington, Inc.	
13	and Rabanco LTD.	
14	The first order of business today will be to take	
15	appearances.	
16	Let's go ahead and start with Waste Management.	
17	MS. McNEILL: Is the microphone on?	
18	JUDGE FRIEDLANDER: I don't think so. I don't hear	
19	it.	
20	MS. McNEILL: Does it not need to be?	
21	JUDGE FRIEDLANDER: We probably should have it on.	
22	You should see a little red the dot.	
23	MR. WILEY: Yeah, it's not going on.	
24	JUDGE FRIEDLANDER: Is it not plugged in?	
25	MS. McNEILL: I think it's not plugged in.	

- 1 (Pause in the proceedings.)
- 2 MS. McNEILL: Thank you, Your Honor. Polly McNeill,
- 3 for Waste Management of Washington, Inc. My full name is Polly
- 4 L. McNeill. My firm is Summit Law Group. Address: 315 Fifth
- 5 Avenue South, Suite 1000, Seattle, Washington 98104. My phone
- 6 number is 206.676.7040, and my e-mail address is
- 7 pollym@summitlaw.com.
- 8 JUDGE FRIEDLANDER: Great.
- 9 MS. McNEILL: And with me today is Andrew Kenefick,
- 10 in-house counsel for Waste Management, and Rob Sherman, director
- 11 of operations for Waste Management of Washington.
- 12 JUDGE FRIEDLANDER: Great. Thank you.
- 13 And on behalf of Rabanco LTD?
- MR. WILEY: Yes, Your Honor. Dave Wiley,
- 15 representing Rabanco Limited, Allied Waste Republic Services,
- 16 appearing today.
- 17 And I have filed a notice of appearance in this
- 18 matter, so can I dispense with all the other particulars, or do
- 19 we need that for the record?
- JUDGE FRIEDLANDER: As long as the information on the
- 21 notice of appearance is correct, we'll just take that --
- MR. WILEY: Thank you.
- JUDGE FRIEDLANDER: -- for what it is.
- 24 And appearing today on behalf of Staff?
- MR. FASSIO: Michael Fassio, Assistant Attorney

- 1 General, appearing today on behalf of Utilities and
- 2 Transportation Commission Staff. I have also filed a notice of
- 3 appearance in this docket with my contact information.
- 4 JUDGE FRIEDLANDER: Okay. Thank you.
- 5 And we also have a petition for leave to intervene
- 6 filed on behalf of Washington Refuse and Recycling Association.
- 7 Mr. Sells?
- 8 MR. SELLS: That is correct. If Your Honor please,
- 9 we have filed petitions to intervene in both the Waste
- 10 Management and the Rabanco dockets, and I won't read the numbers
- 11 because they're voluminous.
- 12 James Sells, attorney, appearing of behalf of
- 13 proposed Intervenor, WRRA. Address is: Private Mailbox 22,
- 14 3110 Judson Street, Gig Harbor, Washington 98335; telephone:
- 15 360.981.0168; e-mail: jamessells@comcast.net.
- 16 With me today is also Executive Director Brad Lovaas,
- 17 L-o-v-a-a-s, executive director of WRRA.
- 18 JUDGE FRIEDLANDER: Great. Thank you.
- 19 And speaking of the petition, why don't we dispense
- 20 with that next.
- 21 Are there any objections to the intervention of WRRA?
- MS. McNEILL: On behalf of Waste Management, no, Your
- 23 Honor.
- JUDGE FRIEDLANDER: Thank you.
- 25 Mr. Wiley?

- 1 MR. WILEY: None, Your Honor.
- JUDGE FRIEDLANDER: Okay. Thank you.
- 3 And having an interest in the proceeding, I will go
- 4 ahead and grant that petition, Mr. Sells.
- 5 MR. SELLS: Thank you, Your Honor.
- 6 JUDGE FRIEDLANDER: Let's turn now to the main
- 7 purpose of today's prehearing conference. I'll note for the
- 8 record that yesterday, the Commission considered Docket 010374,
- 9 Item 30 -- which, while related to this matter is not part of
- 10 today's proceeding, but I think it does need to be stated what
- 11 the Commission has or has not done in that docket in order to go
- 12 forward with this one, given the suspension periods coming up
- 13 for both of the Companies' tariffs filings.
- 14 It's my understanding -- and the parties can correct
- 15 me if I'm wrong or misstate, but it's my understanding that at
- 16 yesterday's open meeting, the Commission considered Staff's
- 17 latest draft of Item 30, and the parties have committed to work
- 18 together to resolve whatever controversies remain regarding the
- 19 language in Staff's draft and bring that back to the Commission
- 20 for an open meeting on June 27th. And the quandary that we find
- 21 ourselves in is that Waste Management's tariffs have been
- 22 suspended until July 1st, and after that, they would go into
- 23 effect by operation of law.
- 24 So we need to decide at this juncture whether or not
- 25 we're having a hearing, whether or not Waste Management would be

- 1 willing to waive the suspension period for 30 days, and how to
- 2 proceed from here.
- 3 So we've had some discussions off the record as far
- 4 as process goes, but I would like Ms. McNeill to go ahead and
- 5 let the -- for the record, just discuss what Waste Management
- 6 would propose doing.
- 7 MS. McNEILL: Thank you, Your Honor. Well, I
- 8 wonder...
- 9 We're responding to a proposal from the Staff, and I
- 10 wonder whether Mr. Fassio should first describe what the
- 11 procedural context that I would be responding to --
- 12 JUDGE FRIEDLANDER: That's fine.
- MS. McNEILL: -- would be.
- 14 Thanks.
- JUDGE FRIEDLANDER: That's fine.
- 16 Mr. Fassio?
- 17 MR. FASSIO: Certainly, Your Honor. As you
- 18 mentioned, yesterday the Commission heard TG-010374, the changes
- 19 to the solid waste tariff template, Item 30, but didn't take
- 20 action. And those changes would apply to the entire industry,
- 21 including the parties here, and the language that's been
- 22 developed extensively is much broader and more comprehensive
- 23 than the tariff language that is contained in the suspended
- 24 tariffs.
- 25 And that's our understanding that the parties, the

- 1 stakeholders, are close to developing and perhaps implementing
- 2 changes, and that, as you mentioned, the Commission yesterday
- 3 expressed that they may take up the issue again at the open
- 4 meeting on the 27th.
- 5 And the Commission also discussed these adjudications
- 6 there, and as Staff recalls, two of the Commissioners expressed
- 7 that, in the light of the progress made in that Item 30 docket,
- 8 that they would be prepared to allow the suspended Company
- 9 specific provisions, tariff provisions, to go into effect by
- 10 operation of law, and that the broader industry-wide changes can
- 11 be handled in a rule -- rulemaking or this adjudication can be
- 12 converted into a rulemaking, and the language would be
- 13 incorporated into a rule, you know, or -- or that the Commission
- 14 may take action on the 27th.
- 15 And so based on that, the Staff proposed to the
- 16 parties yesterday and would propose again this morning, to
- 17 resolve these specific company proposals tariff filings by
- 18 allowing them to become effective by operation of law pending
- 19 the outcome of a rulemaking or a decision in that other docket,
- 20 and to convert these adjudicative proceedings into a rulemaking
- 21 proceeding under the Administrative Procedures Act that would
- 22 encompass and incorporate the extensive record that has been
- 23 developed over the last year and on which it appears the
- 24 Commission is close to finalizing.
- 25 Staff believes this would not prejudice the parties

- 1 here today in any way, because their tariffs would go into
- 2 effect and would protect them; provide protections in the
- 3 tariffs regarding labor disputes. And regardless of whatever
- 4 action is taken in a rulemaking at some point, the Companies
- 5 would be required to file tariffs that comport with that. But
- 6 in the meantime, their tariffs would go into effect by operation
- 7 of law.
- 3 Just briefly, one of the means by which this is in
- 9 the public interest and the Commission's interest to convert
- 10 this into a rulemaking from an adjudication is because
- 11 resolution of these tariffs fall short of the broader issues
- 12 that have been developed. There have been numerous issues
- 13 raised and close to decided.
- 14 For example, the language in the Companies' tariff
- 15 filings doesn't cover missed service due to natural disaster,
- 16 and there's a number of consumer protection-related,
- 17 operations-related proposals that are currently in discussion
- 18 and being developed with input from all stakeholders in the
- 19 entire industry that are not incorporated into these -- into
- 20 these tariff filings. So we believe it's in the public interest
- 21 to resolve both this tariff filing, as well as that process in a
- 22 sort of effective manner and an expedited manner, if possible.
- 23 And so that is why we make that proposal today.
- JUDGE FRIEDLANDER: Thank you.
- Ms. McNeill?

- 1 MS. McNEILL: Thank you, Your Honor, and thank you,
- 2 Mr. Fassio.
- 3 On behalf of Waste Management, we applaud the
- 4 creative thinking that has been utilized to come to this
- 5 proposal, and we are supportive of the proposal.
- 6 Indeed, we feel that the discussions in the Item 30
- 7 docket have become very productive, and at the end of
- 8 yesterday's open meeting, I think both -- all parties felt that
- 9 their concerns were being listened to, and that the
- 10 Commissioners were actively engaged and involved in helping to
- 11 provide some problem-solving solutions for how regulated solid
- 12 waste collection companies can deal with work stoppage
- 13 situations.
- 14 The conundrum on behalf my client that we find
- 15 ourselves in is we don't really feel that we have the luxury to
- 16 wait for that rulemaking to conclude, because every day we are
- 17 at risk of having a sympathy strike, and we do have some -- we
- 18 do have a collective bargaining agreement that -- the term of
- 19 which expires at the end of the month.
- 20 So the offer of the procedural solution that Staff is
- 21 suggesting gives the Company, Waste Management, my client, some
- 22 cover and recourse should something unexpected occur in that
- 23 regard. But also, then, either by converting this adjudication
- 24 to rulemaking or the Item 30 matter to rulemaking -- and I'm not
- 25 clear about how that decision is made, but in either event,

- 1 converting it to a rulemaking. And I believe it can be
- 2 conducted as an expedited rulemaking under the APA as well,
- 3 because there's been so much of a negotiated rulemaking process
- 4 that has taken place in the Item 30 matters.
- 5 But putting that aside for the moment for the context
- of this adjudication, we would agree. I mean, it sounds
- 7 self-evident. Of course, we would agree to having our tariff go
- 8 into effect by operation of law.
- 9 We have expressed, I think, a desire to work with all
- 10 parties on achieving a resolution of this, I guess, and -- and
- 11 included in that was a discussion about whether the Company
- 12 would be willing to waive the suspension period for an
- 13 additional month.
- 14 And we would do that, but we -- and we still are
- 15 willing to do that, but we don't perceive that that is necessary
- 16 at this point, particularly because the Item 30 matter is going
- 17 to be coming back before the Commissioners before the end of
- 18 this month. And so they will have an opportunity at that open
- 19 meeting, I think, to give us an indication of whether they are
- 20 troubled by having the tariff go into effect by the operation of
- 21 law or not and if they were, then we would act to correct that.
- 22 But I believe that the clear indication from at least
- 23 two of the Commissioners yesterday was that allowing these
- 24 tariffs to go into effect by operation of law does exactly what
- 25 Mr. Fassio described, which is give the relief -- the near term

- 1 relief that the Company needs and yet still perpetuate the
- 2 opportunity for further discussions on an industry-wide
- 3 solution, because there are other unionized solid waste
- 4 collection companies.
- 5 JUDGE FRIEDLANDER: Okay. Thank you.
- 6 MS. McNEILL: Thank you.
- JUDGE FRIEDLANDER: And, Mr. Wiley?
- 8 MR. WILEY: Yes, Your Honor. As you know, I
- 9 wasn't -- because of scheduling conflicts yesterday afternoon, I
- 10 wasn't involved in the conference call that you three had, nor
- 11 have I had time to really digest what the proposal is other than
- 12 to say that I would join the comments of Ms. McNeill about the
- 13 need for interim protection. These are suspended items that
- 14 have been long pending before the Commission, and a number of
- 15 external factors have developed during that period which
- 16 directly implicate the issues raised by the filing.
- 17 I have not -- one of the things I have not digested
- 18 is this whole concept of conversion to a rulemaking and what
- 19 effect that's going to have on the protracted discussions and
- 20 arguments that have already been entered into the record.
- 21 As Chairman Danner said yesterday at the open
- 22 meeting, he has concerns about credit for time served. I join
- 23 those concerns, because we have done so much process. And, you
- 24 know, I think parties have really tried to hone their comments
- 25 and address iterations of the rules that the Staff has been

- 1 proposing, so if we have to go back to square one on that, I'm
- 2 not very happy because it's expensive and it's time-consuming.
- 3 So putting that issue aside and qualifying that I
- 4 totally agree with Chairman Danner on his point, we certainly
- 5 would prefer having the benefit of the tariff that we have filed
- 6 go into effect as soon as possible.
- 7 Ours, apparently, is not due to be effective until
- 8 August 1st. We would join any expedited trail on that, we'd
- 9 jump on that train, but I do want to point out that those
- 10 initial filings were relatively rudimentary in that they were a
- 11 process of informal negotiations between the Staff and the
- 12 Companies. They certainly are better than what we have now, but
- 13 they are not anywhere near as sophisticated as the kind of
- 14 detail that we have been honing over the last six to eight
- months.
- 16 So, again, I point that out merely to underscore my
- 17 concern that if we're going back to square one because somebody
- 18 now thinks this should be in a rulemaking rather than in an open
- 19 meeting workshop tariff template form, I do have some concerns
- 20 about that, and we need to talk through what that's going to
- 21 mean.
- JUDGE FRIEDLANDER: Thank you.
- 23 And, Mr. Sells?
- 24 MR. SELLS: Thank you. If Your Honor please, one of
- 25 the main rules of being an Intervenor is not to mess up anybody

- 1 else's plans and not to screw up the schedule either.
- I do want to point out, as Ms. McNeill did, that we
- 3 do have members other than Rabanco who are unionized, and,
- 4 hopefully, will not experience a strike, but are probably just
- 5 as vulnerable for that to happen at any time with a sympathy
- 6 strike and so forth, a walkout, as the two large Companies.
- 7 I would also add that the twenty -- I'm not really
- 8 sure what, if anything, is going to happen at the open meeting
- 9 on the 27th. I want to make everyone aware, for what it's
- 10 worth, that that is the first day of the annual WRRA meeting,
- 11 and most of our members will already be there. Some of
- 12 Department of Ecology, some of UTC Staff, and one of the
- 13 Commissioners will be speaking down there. Whether or not
- 14 that's going to be a problem, I don't know. It's south of here,
- 15 so people could stop, if necessary, on their way. I can
- 16 certainly be here and will be here.
- JUDGE FRIEDLANDER: Thank you.
- 18 Okay. So I guess I have a couple of questions that
- 19 came to mind based on the different presentations that the
- 20 parties have made.
- 21 With regard to Ms. McNeill, I would ask -- I'm trying
- 22 to get the chronology down here so that I understand how things
- 23 might play out assuming best/worst-case scenario on the 27th.
- 24 So we have tariff revisions that are suspended until
- 25 July 1st. Presumably, the parties will be bringing something

- 1 back to the Commission on the 27th of June and at that time,
- 2 there may be agreement; there may not.
- 3 Assuming that there's agreement, the Commissioners
- 4 may or may not actually adopt what has been proposed, so I think
- 5 we still do have a need for that 30-day waiver, in my mind, and
- 6 the reason why is just that. We don't know what's going to
- 7 happen at the 27th. We all have our fingers crossed and have
- 8 the best of hopes that this is going to get resolved, but we've
- 9 seen before that that may not necessarily come to be. That's my
- 10 first point.
- 11 The second point -- let's see. I think with regard
- 12 to Mr. Wiley's concern and certainly Chairman Danner's concern
- 13 about continuing the process in a rulemaking where it has left
- 14 off in Docket TG-010374 is well taken, but also note that
- 15 Mr. Sells has obviously raised an equally valid point in that
- 16 some of his members have not had a chance to participate in that
- 17 docket. These are all things that I'll discuss with the
- 18 Commissioners, and I don't think the rulemaking has to be
- 19 decided at this juncture. We can go forward with discussions
- 20 about the main focus, which is the immediacy of Waste
- 21 Management's tariff.
- 22 Rabanco, as Mr. Wiley has pointed out, the suspension
- 23 period does not end until August 1st. We have still
- 24 approximately six weeks to address that matter. And point well
- 25 taken that the tariffs that were filed back a year ago by both

- 1 Rabanco and Waste Management are substantially different than
- 2 what the proposed language is the parties are working out
- 3 consensus at now.
- 4 So, again, Rabanco, setting them aside for a moment,
- 5 I don't think that is either a need that we have to address at
- 6 this point. Really, I guess at this point, I would ask Waste
- 7 Management two questions: First of all, whether or not there
- 8 would be a possibility of -- and I think you've already
- 9 addressed this, but I kind of want to get a firm answer on the
- 10 record -- whether Waste Management would be willing to extend
- 11 the suspension period for 30 days.
- 12 And the other thing, the other quandary I would put
- 13 to Waste Management is assuming best-case scenario, assuming the
- 14 27th the Commission approves this proposed language, all the
- 15 parties agree that that Item 30 template will go into effect,
- 16 what does Waste Management plan to do, because the tariffs that
- 17 would otherwise go into effect are vastly different from this
- 18 template.
- 19 So would Waste Management then file in the afternoon
- 20 after the open meeting tariffs that conform to this template, or
- 21 are they looking for them to go into effect and then from there
- 22 work on coming up with tariffs that conform to now a template?
- MS. McNEILL: Thank you, Your Honor. Let me take the
- 24 second question first.
- 25 My understanding is that the Commission is moving

- 1 towards amending the tariff template, and as we discussed
- 2 yesterday, that's the form of the tariff that is put online for
- 3 the companies to use when they file their rate -- general rate
- 4 cases. It's set in stone, and my understanding is that, but for
- 5 the unusual exigencies of the work stoppage, there is not
- 6 commonly understood to be a right by the companies to file for
- 7 an amendment to the tariff. And were it not for this particular
- 8 situation involving work stoppages and the encouragement of
- 9 Staff and the Commission to actually file for these tariff
- 10 amendments, it really is an unusual practice.
- 11 So my understanding is that if the tariff template
- 12 were to be amended by action of the open meeting or as a result
- 13 of rulemaking, that that -- then all solid waste companies would
- 14 be required to use that tariff template.
- 15 I don't know. I think it's an open question about
- 16 whether they -- everybody would need to immediately refile with
- 17 the same rates that they have in their current tariff, or
- 18 whether it would be something that would be adopted during the
- 19 next rate filing procedures or what. But however we were
- 20 directed to do that, we would comply with the requirements to
- 21 use the approved tariff form.
- 22 However, this highlights my answer to the first
- 23 question, because if the Commissioners were to approve a new
- 24 tariff template on October [sic] 27th and say, That's it. We're
- 25 done. We've got agreement. We're going to publish it -- and I

- 1 think we all would really be delighted to see that happen. We
- 2 don't need to do rulemaking. We don't need to do anything more.
- 3 You all need to file now to comport with this tariff that we're
- 4 approving, then Waste Management would go about filing that
- 5 tariff for approval.
- 6 But the 27th is a Thursday. Whether it would happen
- 7 in time for it to have an effect by the 1st of the month, I
- 8 don't know.
- 9 And so my answer to the first question is that we
- 10 will be willing to waive the time period, but only if we need
- 11 to. We do not want to have a month, and it's a particularly
- 12 sensitive month for us because it is the end of a collective
- 13 bargaining agreement at the end of June. So we don't really
- 14 want to waive the suspension period and leave ourselves exposed
- 15 for the month of July unless we need to.
- 16 And I understand that it's awkward procedurally, but
- 17 I can commit on behalf of my client that if at the open meeting
- 18 it became either apparent by express comments from the
- 19 Commissioners or a discussion or an outcome of that proceeding
- 20 that you need another -- we need another month in the
- 21 adjudications, then -- I mean, I could promise to come down with
- 22 a letter in my hand waiving the suspension period, ready to drop
- 23 at the Records Center if that's what we needed to do. But my
- 24 strong preference is not to do that until we are really required
- 25 to do that. "Required," using the term loosely. I mean, nobody

- 1 is mandating us --
- JUDGE FRIEDLANDER: Right.
- 3 MS. McNEILL: -- to do that. But, I mean --
- 4 JUDGE FRIEDLANDER: Right. Understood.
- 5 MS. McNEILL: -- where it requires for purposes of
- 6 facilitating the process.
- JUDGE FRIEDLANDER: Okay. Right, right, and I think
- 8 that I understand where Waste Management is coming from.
- 9 Not having attended the open meeting for obvious
- 10 ex parte reasons, I am going off of what the parties have said
- 11 the Commissioners' actions and words have been at the open
- 12 meeting for -- at face value.
- 13 I need to discuss this more with the Commissioners
- 14 and make sure all three of them are comfortable with the
- 15 potential of letting Waste Management's tariffs go into effect
- 16 by operation of law without any kind of order. I think that is
- 17 fairly unprecedented.
- MS. McNEILL: I do, too.
- 19 JUDGE FRIEDLANDER: I think it's very -- I'm not sure
- 20 of any time in recent history where we've ever let tariffs go
- 21 into effect by operation of law after we've started an
- 22 adjudication process to develop a record, so I will discuss that
- 23 with the Commissioners. It sounds like from the open meeting,
- 24 that there's at least the presumption that they may be or are
- 25 thinking that would be okay.

- 1 The other thing is the rulemaking. I will discuss
- 2 that with them as well. My thought procedurally is it might be
- 3 better to start the rulemaking in Docket TG-010374. As we
- 4 discussed a little bit off the record, that docket is not a
- 5 rulemaking, so it would be eligible, I believe, for conversion
- 6 into one. We could even do it procedurally where we consolidate
- 7 this docket and that docket so we have everything into one big
- 8 amalgamated docket for consideration in the rulemaking so that
- 9 we aren't starting from scratch.
- 10 But that's procedural questions. I don't think --
- 11 unless someone has issues with any of the approaches that we've
- 12 discussed, I think that's something that can -- a decision that
- 13 can be made outside of this prehearing conference as well. It's
- 14 not something that we have to arrive at today.
- 15 And so I guess what I would suggest is that I get
- 16 back with you all and let you know what we're going to do from
- 17 here after I have a discussion with all of the Commissioners.
- 18 Then I can let you know, and we'll be at a firmer place to stand
- 19 on.
- Is there anything else that anyone wanted to raise?
- 21 MR. FASSIO: Your Honor, just one point of
- 22 clarification for the record to my comments.
- I just wanted to cite when we indicated converting
- 24 this adjudication into a rulemaking per the APA, that was
- 25 pursuant to RCW 34.05.070, which applies to, in the course of an

- 1 adjudicative or rulemaking proceeding, undertaken to the chapter
- 2 that another proceeding may be unappropriated.
- 3 So I believe that APA provision applies to
- 4 converting this into a rulemaking, but it may not apply to
- 5 converting the other docket into a rulemaking.
- 6 JUDGE FRIEDLANDER: Right. And that is a very good
- 7 point, because I don't know what kind of a proceeding that was.
- 8 It seems to not fit into any real definitive box. I don't see
- 9 it as an adjudication, but it certainly wasn't a CR 101
- 10 rulemaking. So I honestly have no -- that would be something
- 11 we'd have to research a little bit further.
- 12 But, again, the immediacy for the rulemaking is maybe
- 13 not as great as the immediacy for the answer to whether these
- 14 tariffs go into effect, so I will -- Ms. McNeill, do you want to
- 15 say something?
- 16 MS. McNEILL: Excuse me. If I may, I was going to
- 17 say that I completely agree with that, and I don't mean to
- 18 misstate our optimism about the Commission actually issuing a
- 19 decision at the open meeting on the 27th. I actually think it
- 20 is more likely that what we may find at the outcome of the 27th
- 21 is the initial rule that could be used in the expedited
- 22 rulemaking process.
- 23 And while I do believe, boy, this is all untrodden
- 24 territory, including the suspension -- thank you for
- 25 acknowledging that.

- 1 JUDGE FRIEDLANDER: Mm-hm.
- 2 MS. McNEILL: While I do belive -- based on my brief
- 3 review, there needs to be a 45-day notice on that, but I kind of
- 4 think that that really might be all that is required under the
- 5 APA, given the massive amount of negotiated rulemaking that has
- 6 occurred so far. But that would be my -- I guess if I had to
- 7 predict, that would be my prediction; that we will come out of
- 8 the open meeting with something that will be the start of an
- 9 abbreviated rulemaking. I would not want to, however, foreclose
- 10 the Commissioners from exercising their authority to adopt
- 11 something at that meeting also.
- 12 JUDGE FRIEDLANDER: Sure.
- 13 MS. McNEILL: So it's just probably less likely.
- 14 JUDGE FRIEDLANDER: Mr. Wiley?
- 15 MR. WILEY: Yes, Your Honor. A couple of points.
- I won't be here on the 27th, so -- but with the fact
- 17 that we have an August 1 suspension date, that gives me a little
- 18 bit more leeway.
- 19 One of the points you made -- and I have been cited
- 20 to the emergency rulemaking --
- MS. McNEILL: Expedited.
- 22 MR. WILEY: -- expedited rulemaking rule in the
- 23 statute -- there is a 45-day notice provision. And one of the
- 24 comments that you made that sparks some approval by me is the
- 25 fact that we're talking about some voluminous records.

- I think it would be logical that these dockets
- 2 include the -- if we are going to a bifurcated process in the
- 3 future, that these dockets include the voluminous comments and
- 4 maybe open meeting transcripts, stakeholder transcripts, because
- 5 I don't think we should have to build our record from scratch
- 6 again -- credit for time served -- and that's one point that I
- 7 hope you'll make when you talk with the Commissioners.
- 8 One point I also wasn't clear on is do you want to do
- 9 this in a break now and come back on the record, or are you
- 10 thinking that we're going to recess today or...
- 11 You know, our preferences are whatever yours are.
- 12 JUDGE FRIEDLANDER: Sure. And that's a very good
- 13 point. We may be able to get some resolution today if we can go
- 14 off the record. I honestly don't know what the morning schedule
- 15 is for the Commissioners. They may or may not be available.
- 16 MS. McNEILL: They were supposed to be here.
- 17 JUDGE FRIEDLANDER: That's true. That's true. But
- 18 since they found out they weren't going to need to be, they may
- 19 have made other arrangements. So I can definitely check on that
- 20 if it would offer some -- a little bit more certainty to the
- 21 parties.
- 22 And let me see if I have any additional questions.
- 23 And I guess I would say, too, that I expect that the
- 24 Commission will provide more clarity at the June 27th open
- 25 meeting as far as when the tariffs, revised tariffs, might need

- 1 to be filed, or if they need to be filed right away. I would
- 2 imagine the Commission will have an opinion about that; that
- 3 there's no sense in allowing tariffs to go into effect if we're
- 4 going to revise the language anyway.
- 5 So maybe, you know, rather than just have these
- 6 temporary tariffs go into effect for a couple of days, or
- 7 however long it takes to prepare revised tariffs, assuming that
- 8 the language gets decided at the open meeting, then, you know,
- 9 the language gets decided, Item 30 is resolved, the tariffs
- 10 would go into effect, and then immediately afterwards, you would
- 11 just have to refile revised tariffs. That really doesn't make
- 12 too much sense, so I would imagine you'll get more guidance at
- 13 the open meeting as far as that goes.
- 14 If there's nothing further -- and I haven't heard
- 15 from anyone on the conference bridge. I assume that they're
- 16 listening in attentively and not wanting to participate.
- 17 But if there's nothing further, why don't we take a
- 18 brief recess. And I will loop back around with the
- 19 Commissioners and see what clarity I may be able to offer you.
- MR. WILEY: Great.
- 21 JUDGE FRIEDLANDER: Okay. We are off the record.
- 22 (Discussion off the record.)
- JUDGE FRIEDLANDER: Let's go back on the record.
- 24 I've had a chance to discuss the extension of the
- 25 suspension period with the Commissioners, as well as letting the

- 1 tariffs just go into effect and recognizing Waste Management's
- 2 concerns that future labor disputes can always occur at any time
- 3 and that their preference is to have something in place. And
- 4 this was apparently discussed a little bit yesterday. I haven't
- 5 heard any objections from the parties as far as, No, please
- 6 don't do this. This would be horrendous.
- 7 The Commissioners are of the opinion that that would
- 8 be a tactic they could take; that these could go into effect by
- 9 operation of law with the understanding that if something gets
- 10 decided definitively, language is adopted on the 27th, the
- 11 Companies would be expected to file conforming tariffs really
- 12 shortly.
- 13 In other words, you may have a tariff that goes into
- 14 effect for a day, two days, three days, before you're required
- 15 to file something else that would conform and then go to
- 16 another -- I believe it would go to another open meeting. I
- 17 don't think that would be a compliance filing, because this
- 18 is --
- MS. McNEILL: You're right.
- 20 JUDGE FRIEDLANDER: -- it is a very odd --
- MS. McNEILL: You're right, but...
- JUDGE FRIEDLANDER: -- odd duck.
- MS. McNEILL: So that tariff filing...
- MR. SELLS: That's true.
- 25 JUDGE FRIEDLANDER: Right, right, because this was

- 1 not something that we've directed you specifically by order that
- 2 I'm aware of if the language got adopted at the open meeting.
- In other words, though -- and, honestly, that is
- 4 something that gets decided at the open meeting. And,
- 5 thankfully, I'm out of that process and -- and I'm sure you will
- 6 get some guidance in the order that is entered when that does go
- 7 to the open meeting.
- 8 So as I said, at least this provides a little bit of
- 9 clarity to the parties. The Commissioners are not opposed to
- 10 letting these go into effect by operation of law. It gives us a
- 11 little bit more -- and especially you folks a little bit more
- 12 leeway to discussions for discussions regarding the proposed
- 13 language.
- 14 Mr. Wiley, did you have anything that you wanted to
- 15 mention?
- 16 MR. WILEY: In thinking about your comments about the
- 17 prospective open meeting after, I think you're right, except I
- 18 think they'll probably go no action or consent if --
- JUDGE FRIEDLANDER: Sure.
- 20 MR. WILEY: -- they have been, you know, vetted at
- 21 the open meeting.
- JUDGE FRIEDLANDER: Sure.
- MR. WILEY: So I've got more peace of mind on that
- 24 issue procedurally.
- JUDGE FRIEDLANDER: Yeah, I would agree with that.

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Typically, if Staff is fine with tariffs, they will
 2
     go on the no consent or -- no consent. No action or consent
 3
    agenda, so...
 4
               MS. McNEILL: Probably no action, right?
 5
               JUDGE FRIEDLANDER: Yeah.
               MR. WILEY: Yeah.
 6
 7
               JUDGE FRIEDLANDER: No action, I believe.
 8
               Yeah, Penny is nodding yes.
 9
                So is there anything else that we need to discuss
10
    before we adjourn?
                MS. McNEILL: No, Your Honor, not from Waste
11
12
    Management.
13
               MR. WILEY: No.
14
                JUDGE FRIEDLANDER: Okay. Anything from the
15
    conference bridge?
16
               Nope. Okay. I believe we're adjourned. Thank you
17
     so much.
                  (Proceeding concluded at 10:22 a.m.)
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1	CERTIFICATE	
2		
3	STATE OF WASHINGTON )	
	) ss	
4	COUNTY OF KING )	
5		
6	I, SHELBY KAY K. FUKUSHIMA, a Certified Shorthand Reporter	
7	and Notary Public in and for the State of Washington, do hereby	
8	certify that the foregoing transcript is true and accurate to	
9	the best of my knowledge, skill and ability.	
10	IN WITNESS WHEREOF, I have hereunto set my hand and seal	
11	this 24th day of June, 2013.	
12		
13		
14		
	SHELBY KAY K. FUKUSHIMA, CCR	
15		
16	My commission expires:	
	June 29, 2013	
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