CLASS A

SOLID WASTE COMPANIES

Annual Affiliated Interest and Subsidiary Report

G-9 & G-87 Murrey's Disposal Company, Inc. d/b/a Olympic Disposal American Disposal Company, Inc. d/b/a Vashon Disposal 4822 70th Avenue East Fife, WA 98424 Full name and address of Company

Correct name and address, if different than shown

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION for the YEAR ENDING DECEMBER 31, 2017

Inquiries concerning this Report should be addressed to:

Name:	Heather Garland		Title:	Pricing Manager		
Address:	501 SE Columbia Sho	res Blvd.	Ste 350			
City:	Vancouver	State:	WA		Zip:	98661
Telephone:	(360) 6954923	Fax:	(360) 69	5-5091	E-Mail:	heatherg@wcnx.org

	Certification	on		
I certify that I, <u>Ad</u>	I certify that I, Adam Balogh, the responsible account officer for Murrey's Disposal Co., Inc. & American Disposal Co., Inc.			
have examined the	have examined the foregoing report; that, to the best of my knowledge, information and belief, all			
statements of fact	statements of fact contained in all attached schedules are true and said report is a correct			
statement of the b	statement of the business and affairs of the above-named respondent in respect to each and			
every matter set f	every matter set forth therein during the period from January 1, 2017, to December 31, 2017,			
inclusive.				
Name (Printed):	Adam Balogh	Title:	Division Controller	
Signature:	Adam Balogh	Date:	May 31, 2018	

AFFILIATED INTEREST TRANSACTION

1.	Company Identification					
	Full and Exact Name: Murrey's Disposal					
	Company, Inc. & American Disposal Company, Inc.		Garbage Certificate No.	G-9 & G-87		
	d/b/a Olympic Disposal & Vashon Disposal	_				
2	Appual Papart/ Accounting Contact Parson					
Ζ.	Annual Report/ Accounting Contact Person:					
	Heather Garland (nan	ne)		Pricing Manager (title)		
	PO Box 61726			Vancouver, WA 98666		
	(mailing a 501 SE Columbia Shores Blvd. #350	ddress)		(city, state, ZIP) Vancouver, WA 98661		
	(physical a	address)		(city, state, ZIP)		
	(360) 695-4923 (teleph			(360) 695-5091 (fax)		
	heatherg@wcnx.org					
	(E-M	ail)		(web site)		
3.	Type of Business Structure:	(Propriotorship, Partners	C-Corp hip, S-Corp., C-Corp., LLC, LL	P. etc.)		
		(Frophetorship, Farmers	nip, 3-00ip., 0-00ip., LLC, LL	r, eic.)		
4.	List cumulative cash transfers or assumptions of	liability in excess of 5 perc	ent:			
	Affiliated Interest or Subsidiary Interest		Amount	Date		
			Amount	Date		
	N/A	-				
5.	Summarize all affiliated interest transactions:					
			Total Dollar Amounts			
	Company Name	Address	Of Transactions	Activity		
1	Waste Connections, Inc.	3 Waterway Square Place, Suite #110 The Woodlands, EX 77380	\$1,159,772	See 6b below.		
2	Harold LeMay Enterprises, Inc. dba LeMay Mobile Shredding	4111 192nd St. East Tacoma, WA 98446	\$654	Payment to LeMay Mobile Shredding for paper shredding services.		
6.	Additional information for affiliated interest transa	ctions equal to or over \$10	00.000			
а	Balance Sheet and Income Statement	See attached				
b	Products or services:					
	Waste Connections, Inc.: Waste Connections, Inc. provides the following set	ervices to its subsidiary co	mpanies within their respective	e regions and districts:		
	1. Strategic direction and decision-making includi	ng all shareholder/investor	relations and managerial deci	sions affecting operations.		
	2. All human resource functions including recruiting	ng, training, investigation a	and development of personnel.			
	3. Financial Services Functions:					
	a. All accounts payable processing, including	vendor procurement and	national account establishmer	ıt.		
	b. All cash processing, treasury & banking func	tions, debt payments and	management thereof			
	c. All payroll management and support.					
	d. Fixed asset accounting, processing and reconciliation.					
	e. Accounting direction support, GAAP management, SEC reporting compliance, all federal, state and local tax management and reporting.					
	f. Billing, invoicing and customer support including new customer service set up and initiatives.					
	4. All risk management functions, including carrie disposition.	r selection, monitoring as	well as auto and workers' com	pensation claims administration and		
	5. Safety oversight direction, support and initiative	es for enhancement.				
	Salety oversign direction, support and initiatives for enhancement. 6. Engineering, construction management and environmental services compliance.					
	 Direct legal services and oversight of outside legal counsel. Vehicle/Equipment procurement direction and support, including the establishment of all vehicle/equipment maintenance standards 					
	 venicle/Equipment procurement direction and 	support, including the esta	iolisriment of all vehicle/equipm	ient maintenance standards		

c Description of pricing basis:

<u>For services provided by Waste Connections Inc.:</u> Allocation based on proportionate share of total operating expenses as adjusted. Regional support is charged directly to districts for direct expenses and allocated by customer count for indirect expenses by Waste Connections of Washington Inc.

d Description of loans:

Loans between Waste Connections, Inc. and Murrey's Disposal Company, Inc./American Disposal Company, Inc.

e Description of any obligations or liabilities assumed:

Murrey's Disposal Company, Inc./American Disposal Company, Inc. has assumed no liabilities or obligations on behalf of either Waste Connections, Inc.

f Affiliated interest or subsidiary activities:

Waste Connections. Inc.: Parent company/corporate office provides management and administrative services.

None

q List all common officers and directors: See attached

Waste Connections, Inc. Consolidated Income Statement

	12 Months Ended <u>12/31/2017</u>
Revenues	\$ 4,630,487,874
Operating expenses:	
Cost of operations	\$ 2,704,775,375
Selling, general and administrative	\$ 509,638,111
Depreciation	\$ 530,186,729
Amortization	\$ 102,297,050
Loss on sale of operations/assets	\$ 156,139,501
Loss on prior office leases	\$ 353,128
Income from operations	627,097,979
Interest expense	\$ (661,463,166)
Interest income	\$ 541,338,985
Other income (expense), net	\$ 3,736,296
Foreign Transaction Exchange (Gain) and	\$ (2,199,930)
Income before tax provision	508,510,165
Income tax provision	\$ 68,909,621
Net income	577,419,786
Less: net income attributable to noncontrolling interests	\$ (602,301)
Net income attributable to WCN	\$ 576,817,485

Waste Connections, Inc. Balance Sheet Summary

	 December <u>2017</u>
Assets	
Current assets:	
Cash and equivalents	\$ 433,815,093
Accounts receivable	554,458,381
Current deferred tax assets	-
Current assets held for sale	1,596,229
Prepaid expenses & other current assetes	186,998,122
Total current assets	 1,176,867,824
Restricted cash and investments	167,012,084
Property and equipment	4,820,933,636
Goodwill	4,681,774,221
Intangible assets	1,087,435,856
Long-term assets held for sale	12,624,620
Other assets	68,032,767

\$ 12,014,681,007

Liabilities and Equity

Current liabilities:	
Accounts payable	\$ 330,522,802
Book overdraft	19,223,408
Accrued liabilities	278,038,783
Deferred revenue	145,196,823
Current portion of contingent consideration	15,803,280
Current liabilities held for sale	2,154,712
Current portion of long-term debt	 11,658,905
Total current liabilities	802,598,714
Long-term debt	3,899,572,083
Long-term portion of contingent consideration	31,481,562
Long-term liabilities held for sale	-
Other long-term liabilities	316,191,666
Deferred income taxes	 690,766,734
Total liabilities	5,740,610,758
Equity:	
Common stock	4,187,568,381
Additional paid-in capital	115,742,741

Accumulated other comprehensive income	108,413,317
Treasury stock	-
Retained earnings	1,856,945,979
Total Waste Connections' equity	6,268,670,418
Noncontrolling interests	5,399,821
Total equity	6,274,070,239

\$ 12,014,680,998