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State Of WASH. UTIL. AND TRANSP. COMMISSION

Washington Utilities and Transportation Commission Chandler Plaza Building 1300 S. Evergreen Park Drive SW P.O. Box 47250 Olympia, WA 98504-7250

Subject: Waste Management-North Sound and Waste Management - Marysville, divisions of Waste Management of Washington, Inc. (G-237); Tariff # 19

Enclosed are revised pages 2, 3, 4, 5, 17, 22, 23, 24, 27, 28, 29, 30, 31 and 32 to the above-referenced tariff. The purpose of these tariff revisions is to reflect the change in the commodity charges for residential and multi-family customers receiving recycling collection services. These tariff revisions reflect an decrease of the current commodity charge from \$0.90 to \$0.82 per month for residential customers in Snohomish County and an decrease from \$1.16 to \$0.48 per month for residential customers in King County. Multi-family commodity charges are decreasing proportionately to the decreases to residential customers. Thus, this filing seeks approval to implement a decrease in customers' solid waste collection rates.

These decreases in the commodity charges are due to the overall changes in commodity values, composition and tonnages since our last commodity charge adjustment on January 1, 2019. The proposed effective date of the revised recycling commodity charges is January 1, 2020.

As a reminder of context, this filing is being submitted at the end of the two-year Revenue Sharing Plans with Snohomish and King Counties for 2018 - 2019. It is the second annual adjustment to commodity credits/(charges) that has been made during the two-year plan period, and as required by WAC 480-70-351 reflects the changes to the commodity charges due to actual prices and quantities over the past 12 months. In addition, and in accordance with RCW 81.77.185 and the approved Plans, the Company has reflected in this filing the incentives earned and the amounts over or under spent on program activities over the past two years.

Furthermore, in accordance with RCW 81.77.185, the recycling commodity charge is also being adjusted to accommodate the new Revenue Sharing Plans with Snohomish and King Counties for 2020 - 2021, under which the Company is authorized to retain up to 50.0% of recycling commodity revenues to be spent on program activities. The 2020 - 2021 Revenue Sharing Plan with Snohomish County as certified by County officials is included with this filing with the budget for anticipated revenues and expenditures and narrative explanations of how the recycling revenue retained will be used to increase recycling. The same information from King County is still being finalized and will be submitted shortly. The Counties will be separately filing their Plan certifications, as well as an analysis of the Company's performance supporting the incentives earned under the 2018-2019 Plans.

Also enclosed for your review are our accounting work papers. Customers will be notified of the change in their commodity credit adjustment on their next regularly scheduled billing after the approval of the Commission. In addition, the counties have been notified of these proposed tariff changes.

If you have any questions or need additional information, please contact me at (425) 814-7840.

Very truly yours.

Mike Weinstein

Senior Pricing Manager, Pacific Northwest Market Area

CC:

Jeff McMahon & Alan Schiable, Waste Management Pat D. McLaughlin, King County Solid Waste Division Matt Zybas, Snohomish County Solid Waste Division