

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

In the Matter of Tariff Revisions to)	DOCKET TG-132078
Increase Rates Due to a Disposal Fee)	
Increase Filed by)	ORDER 01
)	
ADA-LIN WASTE SYSTEMS, INC.,)	
)	ORDER GRANTING EXEMPTION
Certificate G-104)	FROM RULE
.....)	

BACKGROUND

- 1 On November 12, 2013, Ada-Lin Waste Systems, Inc. (Ada-Lin or Company) filed with the Washington Utilities and Transportation Commission (Commission) revisions to Tariff 10.1 to recover the increased cost of disposal fees. The increase was set by Sunshine Recyclers, Inc., an affiliate to the Company. WAC 480-07-505(3)(b) defines an affiliate transaction as a general rate proceeding, which is subject to WAC 480-07-520 work paper filing requirements. RCW 81.77.160 (3) defines pass-through rules if an affiliate interest exists. The Company serves one permanent drop-box customer and a various number of temporary drop-box customers in Lincoln and Adams Counties. The Company's last general rate increase became effective on January 1, 2013.

- 2 On January 1, 2014, Sunshine Recyclers, Inc., will increase disposal fees from \$70.00 per ton to \$75.00 per ton at the Sunshine Recyclers, Inc. Valley Transfer Station. Staff's analysis shows that the Company's proposed rate increase to recover these increased fees would generate approximately \$1,620 (.24 percent) additional annual revenue and become effective January 1, 2014.

- 3 An Item 230 pass-through disposal fee increase involving an affiliate interest relationship falls within the definition of a general rate increase pursuant to WAC 480-07-505. RCW 81.77.160 defines pass-through rules and specifically RCW 81.77.160 (3) allows the application to companies with an affiliate interest if total disposal costs and charges are equal to or lower than any other reasonable and currently available option.

- 4 WAC 480-07-520 lists the minimum required information the Company must provide in a general rate increase filing. The Company provided information pertinent to the disposal fee increase but did not provide the remainder of the information required by the rule and requested an exemption from the work paper filing requirements of WAC 480-07-520(4).

- 5 WAC 480-07-110 allows the Commission to grant an exemption from or modify the application of its rules if consistent with the public interest, the purposes underlying regulation, and applicable statutes. See also WAC 480-70-051.
- 6 Commission Staff reviewed the proposed tariff request together with other factors and recommends the Commission allow the tariff to become effective by operation of law, and grant the Company an exemption from WAC 480-07-520(4), work paper filing requirements for this filing for the following reasons:
- (a) There have not been any significant changes since the last rate case that became effective on January 1, 2013. Reviewing the rate case documents, customer numbers are relatively unchanged, inflation has been low, and the Company has not changed its collection methods.
 - (b) The increased disposal fees are set by Sunshine Recyclers, Inc., an affiliate to the Company, and are the same disposal fees charged to other non-affiliated companies and are equal to or lower than any other option available in Lincoln and Adams Counties.
 - (c) The Company's financial information supports the proposed revenue requirement and the proposed rates.
 - (d) Staff concluded the proposed rate increase, by reason of the increase in disposal fees, is fair, just, and reasonable.

DISCUSSION

- 7 The Commission concurs with Staff's recommendation. The purpose of the work paper filing requirements in WAC 480-07-520(4) is to provide the Commission with information to determine whether a proposed rate increase is fair, just, reasonable, and sufficient. Here, the Company has provided sufficient information to enable the Commission to make that determination, and providing the additional information the rule requires would be unnecessary and unduly burdensome. Accordingly, an exemption from this requirement for purposes of the filing in this docket is consistent with the public interest and the purposes underlying the rule and should be granted.

FINDINGS AND CONCLUSIONS

- 8 (1) The Washington Utilities and Transportation Commission is an agency of the State of Washington vested by statute with the authority to regulate the rates, rules, regulations, practices, and accounts of public service companies, including solid waste companies.
- 9 (2) Ada-Lin is engaged in the business of providing solid waste services within the state of Washington and is a public service company subject to Commission jurisdiction.
- 10 (3) Ada-Lin is subject to the filing requirements of WAC 480-07-520, for general rate increase proposals. The Company requested an exemption from WAC 480-07-520(4) and did not file the work papers required by WAC 480-07-520(4).
- 11 (4) This matter came before the Commission at its regularly scheduled meeting on December 27, 2013.
- 12 (5) An exemption from general rate increase filing requirements set forth in WAC 480-07-520(4) for the filing in this docket is in the public interest and is consistent with the purposes underlying the regulation and applicable statutes and should be granted.
- 13 (6) It is in the public interest to allow the revisions to Tariff 10.1 filed on November 12, 2013, to become effective on January 1, 2014, by operation of law.

ORDER

- 14 THE COMMISSION GRANTS Ada-Lin Waste Systems, Inc.'s, request for an exemption from WAC 480-07-520(4), for purposes of the tariff revisions filed in Docket TG-132078 on November 12, 2013.

The Commissioners, having determined this Order to be consistent with the public interest, directed the Secretary to enter this Order.

DATED at Olympia, Washington, and effective December 27, 2013.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

STEVEN V. KING, Executive Director and Secretary