Certified Public Accountants Financial • Tax • Management Services

January 30, 2014

Executive Secretary Washington Utilities and Transportation Commission P O Box 47250 Olympia, WA 98504-7250

Re: Fuel Surcharge

Dear Executive Secretary:

Attached is Special Fuel Surcharge Supplement No. 1 to apply to Tariff No. 15 for Waste Control, Inc., G-101. We are requesting this fuel surcharge become effective February 1, 2014 and expire May 31, 2014. In support of the fuel surcharge, we are also submitting the following:

- Request for less than statutory notice
- Fuel Surcharge Worksheet (Solid Waste)

If you have questions regarding this filing, please contact me or Joe Willis. My telephone number is (360) 425-8000 and my email address is <u>jdavis@boothdavis.com</u>. Joe may be reached at Waste Control, Inc. phone (360) 425-4302 and email <u>jwillis@wcrecycling.com</u>.

Very truly yours,

ackie Davis, CPA

GL BOOTH · JG DAVIS & ASSOCIATES, PLLC

Enclosures

Commission Docket No.: Agenda Date Assigned:

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

LESS THAN STATUTORY NOTICE REQUESTED BY:

| Company Name: Waste Control, Inc. | Certificate No. <u>G-101</u> <u>UBI No. 601-048-059</u> |
|--|---|
| Registered Trade Name(s) Waste Control | |
| Company proposes to change <u>Tariff Number 15</u> | • |
| Special Fuel Surcharge Tariff Supplement to recover | end its filed Tariff Number 15 on Less than Statutory Notice to include a the rising cost of fuel. Fuel index prices have increased from \$2.36 per gallor ee. Proposed changes are to add a Special Fuel Surcharge Supplement No. 1 in |
| (This section to be completed if filing is made by oth | er than owner, partner, or corporate officer of the company) |
| | Associates, PLLC is authorized to issue and file tariffs and/or time |
| schedules on behalf of (name of company): Waste | Control, Inc. Signature and title of authorizing agent (company official) |
| Telephone number /rax/e-mail of authorizing agent_(| (360) 425-8000 / (360) 425-4541 / jwillis@wcrecycling.com . |
| I request these provisions become effective Rebruar | |
| | lu Dais |
| Printed name of Issuing Agent: Jackie Davis | |
| Telephone No. <u>(360) 425-8000</u> FAX No. <u>(360) 425-</u> | -8005 E-mail idavis@boothdavis.com |
| | zy <u>Longview</u> State <u>WA</u> Zip 98632 |
| | • |
| WASHINGTON UTILI | TIES AND TRANSPORTATION COMMISSION |
| effective with Less Than Statutory N 2. The proposed changes will expire or 3. The temporary <u>0.82%</u> fuel surcharge | n: May 31.2014 in all rates and charges is the result of increased fuel costs incurred by the ember 2013 and December 2013, to be collected from customers as follows: |
| Customers Billed at Month's end in: | Fuel Surcharge applies to all services provided in the months of: |
| March and April 2014 | February and March 2014 |
| Customers who are billed bi-monthly | y for services – two months in advance: |
| Customers Billed at Month's end in: | Fuel Surcharge applies to all services provided in the months of: |
| February 2014 (B) | March and April 2014 |
| March 2014 (A) | April and May 2014 |
| Customers who are billed bi-monthl | y for services – current month and one month in advance: |
| Customers Billed at Month's end in: | 0 1 |
| February 2014 (C) | February and March 2014 |
| March 2014 (C) | March and April 2014 |
| DATED and signed at Olympia, Washington, this | day of(Month/Year) |
| | By direction of the Commission, |
| | |
| Solid Waste Fuel Surcharge LSN Form 3/08 | Executive Director and Secretary |

SPECIAL FUEL SURCHARGE SUPPLEMENT NO. 1

Applies on Carrier's Tariff No. 15

The Commission approves a temporary 0.82% fuel surcharge in all rates and charges as a result of increased fuel costs incurred by the company during the months of November 2013 and December 2013, to be collected from customers as a separate line item on the billing, as follows:

Customers who are billed monthly for services in arrears:

| Customers Billed at Month's end in: | Fuel Surcharge applies to all services provided in the months of: |
|-------------------------------------|---|
| March and April 2014 | February and March 2014 |

Customers who are billed bi-monthly for services – two months in advance:

| Customers Billed at Month's end in: | Fuel Surcharge applies to all services provided in |
|-------------------------------------|--|
| | the months of: |
| February 2014 (B) | March and April 2014 |
| March 2014 (A) | April and May 2014 |

Customers who are billed bi-monthly for services - current month and one month in advance:

| Customers Billed at Month's end in: | Fuel Surcharge applies to all services provided in |
|-------------------------------------|--|
| | the months of: |
| February 2014 (C) | February and March 2014 |
| March 2014 (C) | March and April 2014 |

Issued By: Waste Control, Inc. G-101

Mailing Address:
P O Box 148
Kelso, WA 98626
Telephone: (360) 425 - 4302

FÂX: (360) 425 - 4541 E-mail: jwillis@wcrecycling.com

| Issue Date: <u>January 30, 2014</u> Effective Date: <u>March 16, 20</u> |
|---|
|---|

FOR OFFICIAL USE ONLY

| Effective Date: | Expiration Date: | | |
|-----------------|------------------|--|--|
| Docket TG | By | | |

| Tariff No. | 15 | | | _ | 11 | Revised | Page No. | 2 |
|------------|---|---|------------------------|---------------------------------------|----------------|-----------|------------------|---------|
| | | umber: Waste Contr | | | | | | |
| Registereu | l Trade Name: | Waste Co | ntrol | · · · · · · · · · · · · · · · · · · · | | | · | |
| | rariff and/or at the same as, or indicates an | Current Revision 1 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 | he tariff listed on th | consecutive or his page have is | ssue dates th | at are | Current Revision | |
| | 25 26 | 0 | | | | | | |
| | | urcharge Supplement | Supplements at No. 1 | s in Effect | | | | |
| ssued by: | Joseph D. Will | lis | | | | | | <u></u> |
| - | _ | | | ובו | D-4- | ** 116 | | |
| isue date. | January 30, 201 | 14 | (For Official) | Use Only) | ffective Date: | March 16, | , 2014 | |
| | | | | | | | | |
| Jocket No. | TG- | Date: | · | By: | | | | |

Fuel Surcharge Worksheet (Solid Waste)

| MEUTS |
|-------|
| W |

a) Company Name

b) Proposed Effective Date

Waste Control, Inc.

February 1, 2014

c) Regulated Revenue (most recent filing with the UTC)

\$4,108,617



Allowable Fuel Surcharge (Order 02 Methodology)
 Staff Demonstrated Allowable Fuel Surcharge (Lesser of

Line 31 or Line 47)

0,82%

2.27%

Your company's last general rate case is older than 3 years; and therefore, if you choose to file a fuel surcharge staff will conduct an earnings review and may request the commission to issue a formal complaint against rates pursuant to Order 05.

| Line | | | |
|------|---|--|--|
| No. | | | |
| 1 | 1. Using the appropriate company name, look up base period information from last GRC. | The second secon | |
| 2 | Base Revenue | \$ | 3,408,072 |
| 3 | Base Fuel Expense | \$ | 212,869 |
| 4 | Base Fuel Index Period | ¥ | September 30, 2009 |
| 5 | Effective Date (GRC) | | February 1, 2010 |
| 6 | Billing Period | | 2 |
| 7 | Geographic Location | | West |
| 8 | Annual Report Revenue (most recent) | \$ | |
| 9 | | • | 0,001,010 |
| 10 | 2. Using the appropriate base period information, calculate how much of total revenue was spent on fuel. | A STATE OF THE STA | A pige / 1. An open of the control o |
| 11 | Base Fuel Expense | \$ | 212,869 |
| 12 | Divided by Base Revenue | ÷ \$ | 3,408,072 |
| 13 | Equals Base Fuel vs. Base Revenue Ratio | = | 0.0625 |
| 14 | Multiplied By 100 | x | 100 |
| 15 | Equals Base Fuel Expense as % of Base Revenue | = | 6.25% |
| 16 | | | |
| 17 | 3. Calculate the fuel index increase. | | A CONTRACTOR OF THE CONTRACTOR |
| 18 | Current OPIS Fuel Index | \$ | 3.5955 |
| 19 | Minus Base Fuel Index | - \$ | 2.3600 |
| 20 | Equals Difference in Fuel Index Price | = \$ | 1.235 |
| 21 | Divided By Base Fuel Index | ÷ \$ | 2.360 |
| 22 | Equals Relative Fuel Index Price Difference Ratio | = | 0.5235 |
| 23 | Multiplied By 100 | x | 100 |
| 24 | Equals Fuel Index Percent Increase | = | 52.35% |
| 25 | | | |
| | 4. Calculate amount of revenue increase needed to recover fuel price Increases. The calculation in this step | is the s | ame as the old |
| 26 | methodology and is provided here as a reference for the company and commission staff and to comply with Order | 05 whic | n specifies that the |
| 20 | new fuel surcharge process encompass all of the procedures and requirements set forth on October 26, 2005, at the | ne comr | nission's open |
| | maeting, | | |
| 27 | Base Fuel Expense as % of Base Revenue | | 6.25% |
| 28 | Multiplied By Fuel Percent Price Increase | х | 52.35% |
| 29 | Equals Fuel Index Increase as a % of Base Revenue | <u> </u> | 3.27% |
| 30 | Minus One Percentage Point | _ | 1.00% |
| 31 | Equals Allowable Fuel Increase as a % of Base Revenue | = | 2.27% |
| 32 | | | |

5. Fuel Surcharge Revenue Test. Demonstration of the allowable fuel increase, and possible adjustment to allowable fuel increase. This is staff's calculation of the demonstration referred to in Order 05, Ordering Paragraph 2(b) that the surcharge will not generate revenues in excess of the authorized portion of the difference between current fuel prices and the fuel costs embedded in the company's fares that the surcharge is intended to recover. A company may file additional data and methodologies that they believe makes the same demonstration.

| 34 | Allowable Fuel Increase as a % of Base Revenue (Line 31) | | 2.27% |
|----|--|------|-------------|
| 35 | Multiplied by Base Revenue | × \$ | 3,408,072 |
| 36 | Equals Allowable Fuel Increase to Base Revenue | = \$ | 77.427 |
| 37 | | * | 17,121 |
| 38 | Base Fuel Expense as % of Base Revenue (Line 15) | | 6.25% |
| 39 | Multiplied by Most Recent Regulated Revenue (greater of Line 8 or Input "Regulated Revenue") | x \$ | 4,108,617 |
| 40 | Equals Fuel Expense as \$ of Most Recent Regulated Revenue | = \$ | 256.789 |
| 41 | • | Ψ | 200,700 |
| 42 | Base Fuel Expense (Line 3) | \$ | 212,869 |
| 43 | Plus Allowable Fuel Increase to Base Revenue (Line 36) | + \$ | 77.427 |
| 44 | Minus Fuel Expense as \$ of Most Recent Regulated Revenue (Line 40) | - \$ | 256,789 |
| 45 | Equals Difference Between Fuel Expenses | = \$ | 33,508 |
| 46 | Divided by Most Recent Regulated Revenue (Line 39) | ÷ | \$4,108,617 |
| 47 | Equals Demonstrated Allowable Fuel Increase as a % of Regulated Revenue | = | 0.82% |
| | , and the state of | | V.02 /8 |