

April 6, 2004

Carol J. Washburn
Secretary
Washington Utilities and
Transportation Commission
P.O. Box 47250
Olympia, WA 98504-7250

Re: Rabanco Ltd. d/b/a Lynnwood Disposal/City License Ordinance

Dear Ms. Washburn:

Enclosed please find changes G-12 Tariff Number 4 for Rabanco LTD d.b.a. Lynnwood Disposal, and Maltby Division. This change in the tariff reflects the effects of Ordinance 2473 within the City of Lynnwood. The ordinance requires us to pay an annual license fee on a per customer basis. The fee is \$3.00 per residential and \$100.00 per industrial. This represents an increase on the specific customer base of approximately \$46,000 per year.

The due date for this payment is August 15th based upon the customer base as of July 15th of each year. Since this is a start up year we will ask to pay as follows: For the year 2004, we are asking Lynnwood to pay on December 31, 2004 for 8 months of the collection of the fee. In the year 2005, we are asking Lynnwood to pay on the due date August 15, 2005 reflecting the collection of 7 months of the fee and paying accordingly. In the year 2006, we will pay for a complete year reflecting the collection of the fee. We are working with Lynnwood's finance department on the timetable for accrual and collection as the current ordinance timetable creates material collection and payment problems for us in compliance. We just cannot afford to pay the license fee unless we collect it from the base it represents.

We are filing a less than statutory notice for this fee to become effective May 1, 2004. If you have any questions please call me at (425) 646-2448.

Sincerely,

Chris Guimond
Region Finance Manager