



**COLUMBIA  
RIVER  
BANK**

**WHITE SALMON BRANCH**

390 N.E. Tohomish Street  
P.O. Box 279  
White Salmon, WA 98672-0279

Tel: 509-493-2500  
Fax: 509-493-2584  
March 27, 2002

TG-991402  
TG-991400  
RECEIVED  
MAY 29 11 59 12  
OFFICE OF THE  
CLERK OF THE  
SUPERIOR COURT  
CLATSOP COUNTY, OREGON

Utilities & Transportation Commission  
PO Box 47250  
Olympia, WA 98504-7250

RE: Skamania County Sanitary Service, Inc. Cert # G-48  
William D Hearn dba Bingen Garbage Service Cert # G-51

Dear Bonnie Allen;

We are writing in regards to the above referenced mortgage certificates the Commission issued on September 3, 1999. In a recent review of our loan files, it was noticed that the amount of the promissory note referenced in the certificates did not correspond with our note. It should have been \$201,000 instead of \$177,000. We are requesting a correction to the above referenced certificates to reflect the correct original promissory note balance.

The current balance on the above referenced note is \$95,510.33; with the next payment due 8/25/02. Borrower is paying \$5,100 per month on this note, which is more than the scheduled monthly payments. The note is scheduled to payoff in October of 2004. With the larger payment being made each month the loan should be paid in full by December of 2003.

For your reference I have included a copy of the certificates, order granting petitions, and application requests. If you need any additional information, please do not hesitate to contact me at 509-493-6011. Thank you in advance for your assistance in this matter.

Sincerely,

Linda Creager  
Branch Manager

Acknowledged by:

William D Hearn  
Owner of Bingen Garbage Service  
President of Skamania County Sanitary Service, Inc.

RECEIVED  
MAR 29 2002  
WASH. UT. & TP. COMM  
RMM

177,000 loan  
9/3/99

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

**For the Operation of Motor Propelled Vehicles**

pursuant to the provisions of Chapter 81 RCW

THIS IS TO CERTIFY that authority is granted to operate as a MOTOR CARRIER in the transportation of the commodities and in the territory described herein to

SKAMANIA COUNTY SANITARY SERVICE, INC.  
P.O. BOX 279  
WHITE SALMON, WA 98672

Cert. No.  
G-48

THIS CERTIFICATE SUBJECT TO MORTGAGE IN FAVOR OF THE COLUMBIA RIVER BANK AS SECURITY FOR A PROMISSORY NOTE IN THE PRINCIPAL AMOUNT OF \$177,000 AUTHORIZED BY COMMISSION ORDER TG-991400 DATED SEPTEMBER 3, 1999.

GARBAGE AND REFUSE COLLECTION SERVICE in Skamania County from within the following described area: Starting at the point where the Clark- Skamania County Line intersects with the north bank of the Columbia River; thence north along said county line to the northwest corner of Section 30, T. 3 N., R. 5 E.; thence east along the north line of said Section 30 extended to the southwest corner of the southeast 1/4 of Section 22, T. 3 N., R. 5 E.; thence north along the west line of southeast 1/4 of said Section 22 to the northwest corner of southeast 1/4 of Section 22; thence east along the north line of southeast 1/4 of said Section 22 to the east line of Section 22, T. 3 N., R. 5 E.; thence north along the east line of said Section 22 to the northwest corner of Section 2, T. 3 N., R. 5 E.; thence east along the north line of said Section 2 extended to the west line of R. 7 E.; thence north along said line to the north line of T. 5 E.; thence east along said line to the east line of R. 7-1/2 E.; thence south along said line to the north line of T. 3 N.; thence east along said line to the northeast corner of Section 4, T. 3 N., R. 9 E.; thence south along the east line of said Section 4 extended to the northeast corner of Section 16, T. 3 N., R. 9 E.; thence east along the north line of said Section 16 extended to the northeast corner of Section 13, T. 3 N., R. 9 E.; thence south along the east line of said Section 13 extended to the north bank of the Columbia River; thence southwesterly along said river bank to the Clark- Skamania County line, the place of beginning.

T.G. No. 991400

09-15-99

*original in  
Double  
custody*

WASHINGTON UTILITIES AND TRANSPORTATION  
COMMISSION

By *Carole J. Washburn*



WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

# For the Operation of Motor Propelled Vehicles

pursuant to the provisions of Chapter 81 RCW

THIS IS TO CERTIFY that authority is granted to operate as a MOTOR CARRIER in the transportation of the commodities and in the territory described herein to

WILLIAM D. HEARN  
BINGEN GARBAGE SERVICE  
P.O. BOX 279  
WHITE SALMON, WA 98672

Cert No.  
G-51

THIS CERTIFICATE SUBJECT TO MORTGAGE IN FAVOR OF THE COLUMBIA RIVER BANK AS SECURITY FOR A PROMISSORY NOTE IN THE PRINCIPAL AMOUNT OF \$177,000 AUTHORIZED BY THE COMMISSION ORDER TG-991402 DATED SEPTEMBER 3, 1999.

GARBAGE AND REFUSE COLLECTION SERVICE in that portion of Skamania County described as follows: Beginning at the point of intersection of the White Salmon River, the Columbia River, the Skamania County and Klickitat County line, Section 23, T. 3 N., R. 10 E.; thence west along the Skamania County south line to the extension of west line of Section 27, T. 3 N., R. 9 E.; thence north along said west line to the northwest corner of Section 3, T. 4 N., R. 9 E.; thence east along the north line of said Section 3 to the northeast corner of Section 1, T. 4 N., R. 9 E., and the Skamania-Klickitat County line; thence south along the east line of said Section 1 and the Skamania-Klickitat County line to the northwest corner of Section 6, T. 3 N., R. 10 E.; thence east along the north line of Section 6 and the Skamania-Klickitat County line to the center line of the White Salmon River and the Skamania-Klickitat County line, Section 2, T. 3 N., R. 10 E.; thence southerly along the Skamania-Klickitat County line and the center line of the White Salmon River to the Columbia River and the point of beginning.

ALSO, in Bingen, Lyle and Dallesport in Klickitat County and territory surrounding Dallesport described as follows: Starting at the point where the east line of Section 18, T. 2 N., R. 14 E. intersects with the north bank of the Columbia River; thence westerly following said river bank to the point where it intersects

Continued

*original in Double  
custody*

WASHINGTON UTILITIES AND TRANSPORTATION  
COMMISSION

By

*Carole Washburn*



WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Continuation

with the north line of Section 12, T. 2 N., R. 12 E.; thence east on the north line of said section projected to the northeast corner of Section 7, T. 2 N., R. 14 E.; thence south on the east line of said section projected to the north bank of the Columbia River, the place of beginning.

ALSO, garbage and refuse disposal in conjunction with Certificate No. G-51 to Klickitat County landfill located in Klickitat County and to Stevenson transfer station and Mt. Pleasant transfer station located in Skamania County. THIS PORTION OF AUTHORITY SHALL NOT AUTHORIZE ANY PICK UPS IN THESE AREAS, BUT SHALL BE LIMITED TO DISPOSAL ONLY.

T. G. NO. 991402

09-15-99



SERVICE DATE

OCT 13 1999

COE 80.  
177,000 loan  
10/13/99

G-48 & G-51

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Petition )  
GA-78841 of SKAMANIA COUNTY )  
SANITARY SERVICE, INC. )  
for Authority to Mortgage )  
Certificate of Public )  
Convenience and Necessity )  
No. G-48 )  
. . . . . )

DOCKET NO. TG-991400

ORDER GRANTING  
PETITION

A petition was filed with the Commission on September 3, 1999, by Skamania County Sanitary Service, Inc., under the provisions of RCW 81.77.040 for authority to mortgage Certificate of Public Convenience and Necessity No. G-48 for the operations of its solid waste collection company.

Together with William D. Hearn d/b/a Bingen Garbage Service, G-51, an affiliate, the requested authority is for the purpose of jointly securing the combined sum of \$177,000 borrowed by Skamania County Sanitary Service, Inc., and William D. Hearn d/b/a Bingen Garbage Service, from Columbia River Bank to consolidate existing debt of both companies.

The bank obligation is evidenced by a promissory note written for a five year term with monthly installments of \$3,805, including interest at a fixed rate of approximately 10.25%. As partial security for the note, the applicant has granted the bank a security interest in the Certificate of Public Convenience and Necessity No. G-48 and in all equipment and rolling stock.

Combined internally generated funds of both applicants as set forth in its petition are sufficient to meet current and long-term obligations as to the payment of both interest and principal. Under this circumstance applicant does not appear to be adversely affected by the mortgaging of its rights to do business as a public service company.

In the event the proposed indebtedness of the applicant is not repaid and in a foreclosure action the aforementioned bank acquires the assets of the applicant and Certificate of Public Convenience and Necessity No. G-48, the authority granted by this Order cannot be construed as waiving the requirements of either chapter 81.77 RCW or the Commission's rules adopted pursuant thereto as related to the transfer of said certificate to Columbia River Bank.

Post-it® Fax Note	7671	Date	10/14/99	# of pages	▶
To	Linda Cranger	From	B Colbr		
Co./Dept	Col Riv Bank	Co.	CO UTE-		
Phone #		Phone #			
Fax #	493-2554	Fax #			

Docket No. 991400

Page 2

FINDINGS

## THE COMMISSION FINDS:

1. Skamania County Sanitary Service, Inc., is a public service company subject to the jurisdiction of this Commission under the provisions of chapter 81.77 RCW.

2. As to form, the petition filed herein and the attached exhibits satisfy the provisions of RCW 81.77.040.

3. Any proposed transfer, assignment or sale of Certificate of Public Convenience and Necessity No. G-48 to any other party is not a matter under consideration in this Order and must be the subject of another application filed in accordance with the rules and regulations of this Commission and the applicable statute.

4. The proposed mortgaging of Certificate of Public Convenience and Necessity No. G-48 will not be contrary to the public interest and should, therefore, be approved subject to the conditions of this Order.

ORDER

## THE COMMISSION ORDERS:

1. Together with William D. Hearn d/b/a Bingen Garbage Service, G-51, an affiliate, after the effective date of this Order and subject to the provisions hereof, Skamania County Sanitary Service, Inc., is hereby authorized to mortgage Certificate of Public Convenience and Necessity No. G-48 to Columbia River Bank as partial security for a promissory note payable to said bank in the combined principal amount of \$177,000 due five years from the date of issue, all in accordance with the terms of the petition and attached exhibits filed herein.

2. Within 30 days after discharging the \$177,000 promissory note payable to Columbia River Bank, Skamania County Sanitary Service, Inc., shall notify the Commission of this fact and file the original Certificate of Public Convenience and Necessity No. G-48 with the Commission in order to have recorded thereon the release of the mortgage lien.

3. The authority granted by this Order shall not be construed as authorizing the transfer, assignment or sale of Certificate of Public Convenience and Necessity No. G-48 for any reason whatsoever.

4. This Order shall in no way affect the authority of this

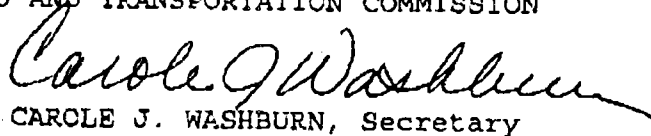
Docket No. 991400

Page 3

Commission over rates, services, accounts, valuations, estimates, or determination of costs, or any matters whatsoever that may come before it, nor shall anything herein be construed as an acquiescence in any estimate or determination of costs, or any valuation of property claimed or asserted.

DATED at Olympia, Washington and effective this 13th,  
day of October, 1999.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

  
CAROLE J. WASHBURN, Secretary

SERVICE DATE

OCT 13 1999

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Petition	)	
GA-78842 of William D. Hearn	)	DOCKET NO. TG-991402
d/b/a Bingen Garbage Service	)	
for Authority to Mortgage	)	
Certificate of Public	)	ORDER GRANTING
Convenience and Necessity	)	PETITION
No. G-51.	)	
.....	)	

A petition was filed with the Commission on September 3, 1999, by William D. Hearn d/b/a Bingen Garbage Service under the provisions of RCW 81.77.040 for authority to mortgage Certificate of Public Convenience and Necessity No. G-51 for the operations of its solid waste collection company.

Together with Skamania County Sanitary Service, Inc., G-48, an affiliate, the requested authority is for the purpose of jointly securing the combined sum of \$177,000 borrowed by William D. Hearn d/b/a Bingen Garbage Service and Skamania County Sanitary Service, Inc., from Columbia River Bank to consolidate existing debt of both companies.

The bank obligation is evidenced by a promissory note written for a five-year term with monthly installments of \$3,805, including interest at a fixed rate of 10.25%. As partial security for the note, the applicant has granted the bank a security interest in the Certificate of Public Convenience and Necessity No. G-51 and in all equipment and rolling stock.

Combined internally generated funds of the applicant as set forth in its petition are sufficient to meet current and long-term obligations as to the payment of both interest and principal. Under this circumstance applicant does not appear to be adversely affected by the mortgaging of its rights to do business as a public service company.

In the event the proposed indebtedness of the applicant is not repaid and in a foreclosure action the aforementioned bank acquires the assets of the applicant and Certificate of Public Convenience and Necessity No. G-51, the authority granted by this Order cannot be construed as waiving the requirements of either chapter 81.77 RCW or the Commission's rules adopted pursuant thereto as related to the transfer of said certificate to Columbia River Bank.



Docket No. TG-991402

Page No. 2

FINDINGS

## THE COMMISSION FINDS:

1. William D. Hearn d/b/a Bingen Garbage Service is a public service company subject to the jurisdiction of this Commission under the provisions of chapter 81.77 RCW.
2. As to form, the petition filed herein and the attached exhibits satisfy the provisions of RCW 81.77.040.
3. Any proposed transfer, assignment or sale of Certificate of Public Convenience and Necessity No. G-51 to any other party is not a matter under consideration in this Order and must be the subject of another application filed in accordance with the rules and regulations of this Commission and the applicable statute.
4. The proposed mortgaging of Certificate of Public Convenience and Necessity No. G-51 will not be contrary to the public interest and should, therefore, be approved subject to the conditions of this Order.

O R D E R

## THE COMMISSION ORDERS:

1. Together with Skamania County Sanitary Service, Inc., G-48, an affiliate, after the effective date of this Order and subject to the provisions hereof, William D. Hearn d/b/a Bingen Garbage Service, is hereby authorized to mortgage Certificate of Public Convenience and Necessity No. G-51 and to Columbia River Bank as partial security for a promissory note payable to said bank in the combined principal amount of \$177,000 due five years from the date of issue, all in accordance with the terms of the petition and attached exhibits filed herein.
2. Within 30 days after discharging the \$177,000 promissory note payable to Columbia River Bank, William D. Hearn d/b/a Bingen Garbage Service shall notify the Commission of this fact and file the original Certificate of Public Convenience and Necessity No. G-51 with the Commission in order to have recorded thereon the release of the mortgage lien.
3. The authority granted by this Order shall not be construed as authorizing the transfer, assignment or sale of Certificate of Public Convenience and Necessity No. G-51 for any reason whatsoever.
4. This Order shall in no way affect the authority of this

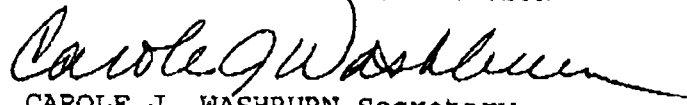
Docket No. TG-991402

Page No. 3

Commission over rates, services, accounts, valuations, estimates, or determination of costs, or any matters whatsoever that may come before it, nor shall anything herein be construed as an acquiescence in any estimate or determination of costs, or any valuation of property claimed or asserted.

DATED at Olympia, Washington and effective this 13th day of October, 1999.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

  
CAROLE J. WASHBURN, Secretary

Receipt No. \_\_\_\_\_

Amount \_\_\_\_\_

To the Washington Utilities and Transportation Commission, Olympia, Washington  
Application for Permission to MORTGAGE Certificate of

Public Convenience and Necessity No. G51

William D Hearn dba Bingen Garbage Service, holder of Certificate of  
(Name of garbage & refuse collection company)

Public Convenience and Necessity No. G51; asks the consent of the Washington  
Utilities and Transportation Commission for authority to mortgage said certi-  
ficate under the provisions of RCW 81.77.040 to Columbia River Bank

at the following address: PO Box 279 White Salmon, Wa 98672.

Said Mortgage will be dated the \_\_\_\_\_ day of ASAP, 19\_\_\_\_,  
and will be executed and delivered to Columbia River Bank for the purpose  
(Mortgagee)

of securing the sum of \$ 177,000.00, to be due and payable as follows:

60 instalments of \$3,805 (est) interest rate is a variable rate of Prime +2%

(8.250% + 2%) Initial rate 10.250%

Said indebtedness has been or will be incurred for the following purposes:

Consolidate all existing term debt for Bingen Garbage Service and

Skamania County Sanitary Service, Inc.

Other property to be secured by said mortgage is as follows:

All equipment and rolling stock of Bingen Garbage Service and Skamania

County Sanitary Service, Inc.

FOR COMMISSION USE ONLY

Employee's Number

Field Receipt Number

Date Receipt Issued

For the most recent 12-month period ending 12-31-98, 19    ,  
the internally generated funds of the certificate holder consist of the  
following:

	Bingen Garbage Service	Skannai Co. Service Inc.
Depreciation	\$ <u>27,776</u>	\$ <u>26,036</u>
Net Income	<u>947</u>	<u>(15,837)</u>
Other Interest Expense	<u>12,614</u>	<u>9,751</u>
	<b>Total: \$</b>	<b><u>61,287</u></b>

Less the estimated payments during the next 12-month period for:

Interest on existing debt	\$ <u>-0-</u>
Interest on proposed debt	<u>18,142.50</u>
Principal payments on existing debt	<u>-0-</u>
Principal payments on proposed debt	<u>27,517.50</u>
Payments on other long-term obligations	<u>-0-</u>
	<b>Total: \$ <u>45,660</u></b>
Balance of internal funds available for other purposes:	\$ <u>15,627</u>

If internally generated funds are insufficient to meet the actual and proposed interest and principal payments, report the source and amount of other funds to be used for these payments.

Attached to and made a part of the application are the following: (a) copy of profit and loss statement for the above-described 12-month period; (b) copy of mortgage and related note, bond or debenture; (c) original Certificate of Public Convenience and Necessity issued by the Commission; and (d) \$35.00 application fee.

The undersigned applicant requests that the Commission enter an order granting its petition as provided for in RCW 81.77.040.

DATED at White Salmon this 14th day of September, 1999

Skamania County Sanitary Service, Inc.  
(Applicant)

By William D. Hearn

Title President

STATE OF WASHINGTON )  
                                  ) ss.  
COUNTY OF Klickitat )

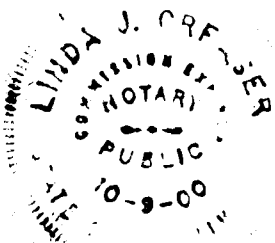
William D Hearn, being first duly sworn, deposes and says that he is President of Skamania County Sanitary Service Inc.,  
(Title) (Name of Applicant)

the applicant in the proceeding entitled above, that he has read the foregoing application and knows the contents thereof; that the same are true of his own knowledge, except as to matters which are therein stated on information or belief, and as to those matters he believes them to be true.

William D. Hearn

Subscribed and sworn to before me this 14<sup>th</sup> day of Sept, 1999.

Jenka J. Craag  
Notary Public in and for the State of Washington residing at White Salmon.



Date Received \_\_\_\_\_ GA No. \_\_\_\_\_

Receipt No. \_\_\_\_\_

Amount \_\_\_\_\_

To the Washington Utilities and Transportation Commission, Olympia, Washington  
Application for Permission to MORTGAGE Certificate of

Public Convenience and Necessity No. G48

Skamania County Sanitary Service, Inc., holder of Certificate of  
(Name of garbage & refuse collection company)

Public Convenience and Necessity No. G48; asks the consent of the Washington  
Utilities and Transportation Commission for authority to mortgage said certi-  
ficate under the provisions of RCW 81.77.040 to ColumbiaRiver Bank

at the following address: PO Box 279 White Salmon, Wa 98672

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(Mortgagee)

of securing the sum of \$ 177,000.00, to be due and payable as follows:

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Initial rate is 10.250%

Said indebtedness has been or will be incurred for the following purposes:  
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Service, Inc.

Other property to be secured by said mortgage is as follows:  
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Inc.

FOR COMMISSION USE ONLY

Employee's Number

Field Receipt Number

Date Receipt Issued

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Net Income	<u>947</u>	<u>(15,837)</u>
Other Interest Expense	<u>12,614</u>	<u>9,751</u>
	<b>Total: \$</b>	<b><u>61,287</u></b>

Less the estimated payments during the next 12-month period for:

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Interest on proposed debt	<u>18,142.50</u>	
Principal payments on existing debt	<u>-0-</u>	
Principal payments on proposed debt	<u>27,517.50</u>	
Payments on other long-term obligations	<u>-0-</u>	
	<b>Total: \$</b>	<b><u>45,660</u></b>
Balance of internal funds available for other purposes:	\$	<u>15,627</u>

If internally generated funds are insufficient to meet the actual and proposed interest and principal payments, report the source and amount of other funds to be used for these payments.

Attached to and made a part of the application are the following: (a) copy of profit and loss statement for the above-described 12-month period; (b) copy of mortgage and related note, bond or debenture; (c) original Certificate of Public Convenience and Necessity issued by the Commission; and (d) \$35.00 application fee.

The undersigned applicant requests that the Commission enter an order granting its petition as provided for in RCW 81.77.040.

