# BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of a Tariff to Increase Rates	) DOCKET TG-112042
Due to a Disposal Fee Increase Filed By	)
-	ORDER 01
	)
WASTE MANAGEMENT OF	)
WASHINGTON, INC.,	) ORDER GRANTING EXEMPTION
d/b/a VALLEY GARBAGE	) FROM RULE AND ALLOWING
d/b/a WASTE MANAGEMENT OF	) TARIFF TO BECOME EFFECTIVE
SPOKANE, G-237	) BY OPERATION OF LAW
	)

#### **BACKGROUND**

- On November 29, 2011, Waste Management of Washington, Inc., d/b/a Valley Garbage and d/b/a Waste Management of Spokane (Waste Management or Company), filed with the Washington Utilities and Transportation Commission (Commission) revisions to its currently effective Tariff No. 16 to increase rates due to a disposal fee increase. A disposal fee increase falls within the definition of a general rate increase pursuant to WAC 480-07-505.
- Spokane County has increased disposal fees from \$98.00 per ton to \$104.00 per ton at the waste-to-energy facility and from \$103.00 per ton to \$109.00 per ton at transfer stations effective February 1, 2012. The proposed rate increase would generate approximately \$582,000 additional annual revenue and become effective February 1, 2012. The Company serves approximately 51,000 customers located in Spokane County. The Company's last general rate increase became effective on January 1, 2009.
- 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.
- 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*.
- Commission Staff reviewed the tariff request together with other factors and recommended the Commission allow the tariff to become effective by operation of law,

and on its own motion, grant an exemption from the rule for this filing for the following reason(s):

- (a) There have not been any significant changes since the last rate case that became effective January 1, 2009. Reviewing the rate case documents, customer numbers are unchanged, inflation has been low, and the Company has not changed its collection methods.
- (b) The increased disposal fees are set by Spokane County and are required as a part of the Company's operations.
- (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.

### FINDINGS AND CONCLUSIONS

- 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, accounts and affiliated interests of public service companies, including solid waste companies. *RCW* 80.01.040, *RCW* 81.01, *RCW* 81.04, *RCW* 81.16, *RCW* 81.28 and *RCW* 81.77.
- Waste Management 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.
- 8 (3) Waste Management is subject to the filing requirements of WAC 480-07-520, for general rate increase proposals.
- 9 (4) Under WAC 480-07-110, the Commission may grant an exemption from the provisions of any rule in WAC 480-70, if consistent with the public interest, the purposes underlying regulation and applicable statutes. *See also WAC 480-70-051*.
- 10 (5) This matter came before the Commission at its regularly scheduled meeting on January 26, 2012.

11 (6) After reviewing the tariff revisions Waste Management filed in Docket TG-112042 on November 29, 2011, and giving due consideration, the Commission finds:

- (a) An exemption from the general rate increase filing requirements set forth in WAC 480-07-520 is in the public interest and consistent with the purposes underlying regulation, and applicable statutes and should be granted; and
- (b) It is in the public interest to allow the tariff revisions to Tariff No. 16 filed on November 29, 2011, to become effective on February 1, 2012, by operation of law.

#### ORDER

#### THE COMMISSION ORDERS:

- 12 (1) The Commission retains jurisdiction over the subject matter and Waste Management of Washington, Inc., d/b/a Valley Garbage and d/b/a Waste Management of Spokane to effectuate the provisions of this Order.
- On the effective date of this Order, Waste Management of Washington, Inc., d/b/a Valley Garbage and d/b/a Waste Management of Spokane is granted an exemption from WAC 480-07-520 for purposes of the tariff filed in Docket TG-112042 on November 29, 2011.
- 14 (3) The Commission takes no action on the tariff implementing the disposal fee increase and allows it to become effective on February 1, 2012, by operation of law.

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 January 26, 2012.

## WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

DAVID W. DANNER, Executive Director and Secretary