# BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of Tariff Revisions to	) DOCKET TG-131125
Increase Rates Due to a Disposal Fee	)
Increase Filed by	ORDER 01
	)
	)
	)
WASTE MANAGEMENT OF	
WASHINGTON, INC., DBA WASTE	) ORDER GRANTING EXEMPTION
MANAGEMENT OF GREATER	) FROM RULE AND ALLOWING
WENATCHEE,	) TARIFF REVISIONS TO BECOME
	) EFFECTIVE BY OPERATION OF
Certificate G-237	) LAW
	)

### **BACKGROUND**

- On June 12, 2013, Waste Management of Washington, Inc., dba Waste Management of Greater Wenatchee (Waste Management of Greater Wenatchee or Company), filed with the Washington Utilities and Transportation Commission (Commission) revisions to Tariff No. 13 to increase rates due to a disposal fee increase. The increases were set by the Greater Wenatchee Regional Landfill and Recycling Center, 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 approximately 12,800 customers in Chelan and Douglas Counties. The Company's last general rate increase became effective on July 1, 2012.
- On August 1, 2013, the Greater Wenatchee Regional Landfill and Recycling Center will increase disposal fees from \$57.00 per ton to \$62.70 per ton at the Greater Wenatchee Regional Landfill, and from \$71.20 to \$84.24 per ton at the Wenatchee Transfer Station. The proposed rate increase would generate approximately \$210,000 (3.5 percent) additional annual revenue and become effective August 1, 2013.
- A disposal fee increase falls within the definition of a general rate increase pursuant to WAC 480-07-505. 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 did not request an exemption from the work paper filing requirements of WAC 480-07-520(4).

- 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.
- WAC 480-07-370(1)(b)(i) states, in part, that the Commission may undertake an action that would be the proper subject of a party's petition, such as authorizing exemption from a Commission rule, without receiving a petition from a party.
- Commission Staff reviewed the tariff request together with other factors and recommends the Commission allow the tariff to become effective by operation of law, and, on its own motion, 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 July 1, 2012. 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 the Greater Wenatchee Regional Landfill and Recycling Center, 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 Chelan County.
  - (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.

- 8 (2) Waste Management of Greater Wenatchee 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.
- Waste Management of Greater Wenatchee is subject to the filing requirements of WAC 480-07-520 for general rate increase proposals. The Company did not file the work papers required by WAC 480-07-520(4) and did not request an exemption from WAC 480-07-520(4). WAC 480-07-370(1)(b)(i) states, in part, that the Commission may undertake an action that would be the proper subject of a party's petition, such as authorizing exemption from a Commission rule, without receiving a petition from a party.
- This matter came before the Commission at its regularly scheduled meeting on July 26, 2013.
- 11 (5) After review of the petition filed in Docket TG-131125 by Waste Management of Greater Wenatchee on June 12, 2013, and giving due consideration, the Commission finds:
  - (a) An exemption from the general rate increase filing requirements set forth in WAC 480-07-520(4) is in the public interest and is consistent with the purposes underlying the regulation and applicable statutes and should, on the Commission's own motion, be granted; and
  - (b) It is in the public interest to allow the revisions to Tariff No. 13 filed on June 12, 2013, to become effective on August 1, 2013, by operation of law.

#### ORDER

## THE COMMISSION ORDERS:

12 (1) After the effective date of this Order, the Commission, on its own motion, grants Waste Management of Washington, Inc., dba Waste Management of Greater Wenatchee an exemption from WAC 480-07-520(4), for purposes of the tariff revisions filed in Docket TG-131125 on June 12, 2013.

- The Commission takes no action on the tariff revisions implementing the disposal fee increase and allows them to become effective on August 1, 2013, by operation of law.
- The Commission retains jurisdiction over the subject matter and Waste Management of Washington, Inc., dba Waste Management of Greater Wenatchee, to effectuate the provisions of this Order.

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 July 26, 2013.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

STEVEN V. KING, Executive Director and Secretary