

January 17th, 2018

Steve Tilton, Assistant City Manager City of McKinney 222 N Tennessee St. McKinney, TX 75069

Re: Price Increase Request:

Dear Steve Tilton:

Waste Connections of Lonestar Inc. would like to take this opportunity to express our appreciation for your business. We initially requested a cost adjustment in February of 2018, and held off on submitting this request due to the ongoing discussions with Staff. At this point in time, while we appreciate the ongoing efforts of the city to address that request, we would like to move forward with a 2018 CPI adjustment. Per our contract we would like to present to you our request for a 2018 CPI rate adjustment. This year's amount is based on the published Bureau of Labor Standard Consumer Price Index / Urban Consumers (CPI-U DFW)-all items- (see attached). The amount of the request for 2018 is equal to 2.18%, which is 75% of the change in the CPI for the twelve months proceeding March 2018, or 2.9%. This increase would be applied to all residential, commercial, and roll off rates in McKinney effective January 1<sup>st</sup>, 2019. We respectfully ask for your support in order to keep pace with rising labor, maintenance, and processing costs.

If you have any questions or need additional information, please feel free to contact me at your leisure.

Sincerely,

Adam Gooderham Division Vice President Waste Connections of Lonestar, Inc. 916.768.5624