

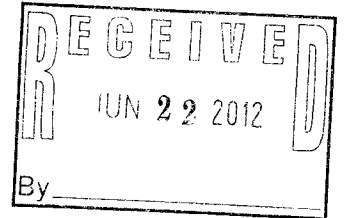


WASTE MANAGEMENT INC. OF FLORIDA

2700 Wiles Road
Pompano Beach, FL 33073

June 20, 2012

Mr Robert Baldwin
City Manager
100 W Dania Beach Blvd
Dania Beach , FL 33004



Dear Mr Baldwin:

Attached are the new Solid Waste Disposal rates effective October 1, 2012. The rates were adjusted in accordance with our contract terms Supporting documentation is included for your review. This includes the final disposal calculation of \$78.38 per ton.

Should you have any questions, please contact me at 772-260-3997.

Sincerely,

A handwritten signature in black ink, appearing to be "S. Leitman", written over the word "Sincerely,".

Steven Leitman
Pricing Manager

cc: Tony Spadaccia
Lesley Sanatan

From everyday collection to environmental protection, Think Green® Think Waste Management.

Waste Management Inc. of Florida
City of Dania Beach
Residential Solid Waste Rate Schedule
Effective October 1, 2012

CPI - All Urban Consumers, South, April	3.40%	2.50%
Applied CPI (max 3%)	3.00%	2.50%
Fuel % Change (Nov to Nov)	11.70%	25.84%

Residential Curbside Collection Rate (Monthly per unit)

Rate Components	10/1/2010	Adjust	10/1/2011	Adjust	10/1/2012
Collection - Garbage	\$ 9.77	\$ 0.29	\$ 10.06	\$ 0.25	\$ 10.31
Collection - Fuel	\$ 1.40	\$ 0.04	\$ 1.44	\$ 0.10	\$ 1.54
Disposal (see below)	\$ 9.08	\$ 0.16	\$ 9.24	\$ 0.17	\$ 9.41
Collection - Recycling	\$ 1.84	\$ 0.06	\$ 1.90	\$ 0.05	\$ 1.95
Gross Residential Billing per Unit	\$ 22.09	\$ 0.55	\$ 22.64	\$ 0.57	\$ 23.21
4% City Collection Fees*	\$ 0.85	\$ 0.02	\$ 0.87	\$ 0.02	\$ 0.89
Net Due to Contractor	\$ 21.24	\$ 0.53	\$ 21.77	\$ 0.55	\$ 22.32

* Gross Resid Billing ÷ 1.04 x.04

Adjustment Calculations

Disposal Calculation:	<u>10/1/10</u>	<u>Adjust</u>	<u>10/1/11</u>	<u>Adjust</u>	<u>10/1/12</u>
Tipping Fee/ Ton (see attached)	\$ 75.63	\$ 1.37	\$ 77.00	\$ 1.38	\$ 78.38
Generation - Tons Per year	1.44	1.44	1.44	1.44	1.44
Monthly Generation Factor (1/12)	0.1200	0.1200	0.1200	0.1200	0.1200
Monthly Disposal Component	\$ 9.08	\$ 0.16	\$ 9.24	\$ 0.17	\$ 9.41
Fuel Adjustment:		<u>Adjust</u>		<u>Adjust</u>	
Fuel Component (above)		\$ 1.40		\$ 1.44	
Fuel % Change (Nov to Nov) (see attached)		11.70%		25.84%	
Calculated Fuel adjustment		\$ 0.16		\$ 0.37	
Calculated CPI adjustment (collection components above)		\$ 0.35		\$ 0.30	
TOTAL Calculated Fuel/ CPI adjustment		\$ 0.51		\$ 0.67	
Max CPI/Fuel Adjust(3%) Collection Components Only		\$ 0.39		\$ 0.40	
CPI/ Fuel Cap adjustment (applied to calc fuel adjust)		\$ (0.12)		\$ (0.27)	
Allowable Fuel adjustment		\$ 0.04		\$ 0.10	

Back to Cont **Data 2: M Diesel Prices - All Types**

Sourcekey EMD_EPD2D_PTE_R1Z_DPG

Date	Lower Atlantic (PADD 1C) No 2 Diesel Retail Sales by All Sellers (Dollars per Gallon)		
Nov-2009	2.761		
Dec-2009	2.709		
Jan-2010	2.832		
Feb-2010	2.777		
Mar-2010	2.891		
Apr-2010	3.02		
May-2010	3.03		
Jun-2010	2.912		
Jul-2010	2.875		
Aug-2010	2.918		
Sep-2010	2.895		
Oct-2010	2.997		
Nov-2010	3.084	0.323	11.70%
Dec-2010	3.196		
Jan-2011	3.371		
Feb-2011	3.571		
Mar-2011	3.876		
Apr-2011	4.009		
May-2011	3.991		
Jun-2011	3.89		
Jul-2011	3.884		
Aug-2011	3.837		
Sep-2011	3.797		
Oct-2011	3.749		
Nov-2011	3.881	0.797	25.84%
Dec-2011	3.807		
Jan-2012	3.824		
Feb-2012	3.951		
Mar-2012	4.102		
Apr-2012	4.079		



Facility: Reuter Recycling
Computation of Tipping Fee Increase
Effective: October 1, 2012
For the City of Dania Beach

Series ID	Index Measurement	
	WPUSOP3130 Producer Price	CUURA320SA0 Consumer Price
Index as of 3/31/2011	146.20	231.503
Index as of 3/31/2012	150.30	236.095
Percent Change	2.80%	1.98%

(P) = preliminary

Tipping Fee Adjustment % :

Producer Price	2.80%
Consumer Price	1.98%
Total Change	4.79%
divided by	2
Average Change	2.394%
percentage of change approved	75.00%
Tipping fee adjustment %	1.80%

Fee Structure

September 30, 2011 base fee	\$ 77.00	\$ 77.00
Tipping fee adjustment %	1.80%	
Tipping fee adjustment	\$ 1.38	\$ 1.38
October 1, 2011 base fee	----->	\$ 78.38

* Increase based on Section 7(a) of the agreement.

Rebate

Rebate - October 1, 2011	\$ 75,342.5	\$ 75,342.53
Tipping fee adjustment %	1.80%	
Rebate - adjustment	1,352.76	\$ 1,352.76
Rebate - October 1, 2012		\$ 76,695.29

