

December 6, 2023

RE: Disposal Agreement, San Juan Island Transfer Station

Hello Calvin,

It has come to our attention that our 2018 disposal agreement had expired in August of 2021. In order for us to be able to cover our increased employee wages, ferry fees, fuel costs, disposal fees, and general business expenses that have occurred over the last five (5) years, we will need to increase our fees in Exhibit A Rate Schedule, MSW tip fee 25% (\$44.75/ton) from \$179 to \$223.75/ton as of March 1, 2023. This rate represents a \$108.92/ton discount to SJS off our current standard gate rate.

Please note, we will also be increasing our standard vehicle tire fee (without rims) from \$12 per tire to \$15 and general appliances will increase to from \$22 to \$30 with refrigerators increasing to \$56 per standard unit.

We would be happy to meet to discuss these increases with the hope and understanding such a meeting or discussions would not postpone a March 1st initiation date.

Please feel free to request any assistance that we can provide that could help expedite any UTC approval process you may need.

We appreciate your business.

Sincerely,

Troy Lautenbach