

Republic Services
Commodity Revenue Share Enhancement Plan for Snohomish County
August 1, 2012 – April 30, 2013 Part A (and)
May 1, 2013 – July 31, 2013 Part B

ADDENDUM 2

Republic Services and Snohomish County agree to amend the 2012 – 2013 Plan submitted to WUTC in June 2012 in order to address WUTC's concerns about the financial incentive eligibility requirements. The fourth paragraph of the plan section titled 'County Reporting to the WUTC' on pages 11 and 12 is hereby superseded by the following:

Republic Services is eligible for a financial incentive for implementation of this plan as follows:

- For increasing diversion of materials from disposal by regulated residential customers, an amount equal to **5%** of the total expenditures incurred by Republic Services in implementation of Plan activities. To determine eligibility for this incentive payment, Republic Services will calculate the diversion rate for regulated residential customers (single family and multifamily) during the period from May 2011 through April 2012, and compare this number with the diversion rate achieved in May 2012 – April 2013. Diversion rate means the weight of recycling, food and yard waste divided by the total weight of all material collected from regulated single family and multifamily customers. If the diversion rate has increased, Republic Services will be eligible for the incentive payment, subject to the conditions specified in bullet 2 of this addendum.
- Eligibility for the incentive payments is conditional upon satisfaction by the County and WUTC that expenditures are consistent with the Plan activities and budget. The County shall provide a recommendation to WUTC regarding Republic Services' eligibility to retain the incentive payments by June 17, 2013.

Republic Services Authorized Representative

Date

Rick Waldren, Division Controller

8/16/12

Jeff Borgida

General Manager, Rabanco Ltd (dba Lynnwood Disposal)

*Rick Waldren
Division Controller, Rabanco Ltd (dba Lynnwood Disposal)*

SNOHOMISH COUNTY CERTIFICATION

Snohomish County Authorized Representative

Date

Matthew Zybas

8/16/12

Matthew Zybas

Director, Snohomish County Solid Waste Division