

October 10, 2016

Mike Davis
Department of Environmental Services
PO Box 9810
Vancouver, WA 98666-9810

Re: CRC Solid Waste Contract – 2017 CPI Adjustment

Dear Mike:

Pursuant to the Solid Waste Contract between Columbia Resource Company (CRC) and Clark County, please accept this letter as notification of our intent to adjust compensation for waste delivered to CRC transfer stations for the period beginning January 1, 2017. The adjustments are as follows:

According to Section 12.3.1 (A), annual adjustment of the Basic Tipping Fee is limited to 82% of the
percentage point increase or decrease of the CPI at the sole option of the contractor. The increase can be
further limited to 75% if the tonnage of Clark County waste exported for disposal grows by 3% or more over
the prior year. From July 1, 2015 to June 30, 2016 exported Clark County tonnage grew by 9.5% thus
enacting the reduction to 75% of the CPI.

The calculated change in the CPI for Urban Wage Earners and Clerical Workers for the Portland-Vancouver Metropolitan Area is an increase of 1.2071%. Accordingly the basic tipping fee will increase by .9053% to \$88.88 per ton for Non-Drop Box transactions and \$78.76 for Commercial Drop Box transactions.

2. Section 9.2.2 (B) allows for an annual adjustment of the per ton processing fee for Recyclable Materials. The adjustment is limited to 82% of the percentage point increase or decrease in CPI.

The calculated change in the CPI for Urban Wage Earners and Clerical Workers for the Portland-Vancouver Metropolitan Area is an increase of 1.2071%. Accordingly the basic processing fee will increase by .9898% to \$33.44 per ton for Recyclable Materials.

- 3. In 2016 local options for disposal of wood waste were volatile and continue to narrow. Because of this the costs of transportation for the material have increased significantly. We request approval to increase the tip fees on wood by 5% to \$65.52 at WestVan and \$65.94 at CTR also effective January 1st.
- 4. Disposal costs for organics will not increase at the current disposal location Dirt Huggers. However, general increases in the costs of operations at the CRC facilities leads us to request for the same tip fee increase on organics as MSW. The organics rate would increase by .9053% to \$62.91 per ton.

If you have question, please call me at (360) 449.8385.

Sincerely,

Derek Kanta District Manager

Cc: Rich McConaghy, City of Vancouver

Jason Hudson