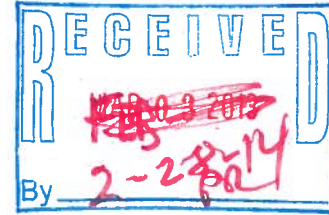




Recycling & Disposal Services Inc.

February 28, 2014

Sanitary Service Co.
Attn: Paul Razore
PO Box 1702
Bellingham, WA 98227



RE: Rates

Dear Paul,

The proposed solid waste disposal rate to be effective July 1, 2014 will be as follows:

All Solid Waste will be \$98.74 per ton (base rate of \$87.77 per ton plus 12.5% Ferndale Refuse Tax).

Since City of Ferndale Packer Solid Waste is exempt from the Ferndale Refuse Tax, the rate will be \$87.77 per ton.

All recycle rates, which include roofing, construction recycle and LEED materials, wood, clean green, yard waste, and concrete, will remain the same.

Please do not hesitate to contact me if you have any questions.

Respectfully,

Larry McCarter
President