



October 19, 2016

Gayle Cook, City Manager
City of Seabrook
1700 First St.
Seabrook, TX 77586

RE: Notice of January 1 Price Adjustment

Dear Ms. Cook,

Pursuant to section "9.01, Base Rate Adjustment", of the Municipal Solid Waste Collection and Transportation Agreement between the City of Seabrook and Waste Management, "Commencing on January 1, 2016, and continuing annually on each anniversary of the Commencement Date of this Agreement, the Base Rates for services shall be adjusted by the same percentage as the CPI" (Schedule A, attached).

| | <u>Sept, 2015</u> | <u>Sept, 2016</u> | <u>Index Change</u> | <u>% Change</u> |
|-------------------------------|-------------------|-------------------|---------------------|-----------------|
| "Garbage & Trash Collection": | 433.843 | 439.707 | 5.864 | 1.35% |

Section 9.01 also outlines a contractual rate increase for "Commercial Unit Dumpsters, that will increase by 12% on January 1, 2017, over and above the CPI." The CPI adjustment on residential and the fixed PI (w/CPI) on Commercial Units is reflected in the revised Schedule A.

As always, Waste Management appreciates the opportunity to serve the City of Seabrook, and we will continue to do everything in our power to earn your business.

Sincerely,

Raymond Franks
Waste Management of Texas, Inc.
Public Sector Solutions Manager