



WASTE CONNECTIONS INC.
Connect with the FutureSM

El Dorado Disposal Service
P.O. Box 1270
Diamond Springs, CA 95619

(530) 626-4141

Ms. Gerri Silva
Director, Environmental Services
County of El Dorado
2850 Fairlane Court, Bldg. C
Placerville, CA 95667

Re: Fuel Surcharge Adjustment

April 30, 2008

Dear Ms. Silva,

The original fuel surcharge was set a 3.78%.

This number is the basis for all future modifications.

To avoid the compounding impact of increases or decreases in the PPI for diesel (since the fuel surcharge is not rolled into the base rates) we agreed to measure back to the 2006 starting point.

Previously, we had used April 2006 as our index point. Due to seasonal pricing fluctuations, we must always use the same month going forward in order to accurately gauge the impact of changes in fuel prices.

However, using April as our index month makes for a pretty tight deadline for a July implementation.

In order to be more in tune with the our own fiscal year and El Dorado County's Board cycle, we will change to a January index.

January 2006 is set as our basis month in this new method.

Going forward, each year we will begin with January 2006, and calculate the change in the index until January of the year in which a change is requested. The change in the index will be applied to the base 3.78% fuel surcharge.

Please see attached for the calculation.

Sincerely,

Susan L. Farris
District Manager
El Dorado Disposal Services