



WASTE CONNECTIONS INC.  
*Connect with the Future®*

Waste Connections of California, Inc. d/b/a  
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: Annual CPI Adjustment and Fuel Surcharge Change

March 25, 2009

Dear Ms. Silva,

Pursuant to Section 22.C. of that certain Solid Waste Services Agreement, dated as of August 23, 2004 (the "Agreement"), we are formally requesting that the County implement the automatic CPI adjustment for our hauling rates as well as our Transfer Station gate rates as provided for in Section 22.C of the Agreement. We have attached the CPI calculator as the reference. As you will see, the increase in the Consumer Price Index – All Items – for the State of California for this past year was 3.4%. Accordingly, we are entitled to 3.4% rate increase effective as of July 1, 2009.

In addition, we are formally requesting the review and approval of a change in our fuel surcharge. As you know, fuel prices have come down over the last few months. The year-over-year comparison we do through the Purchaser's Price Index is done based on a January-to-January view as previously agreed upon, (per the R3 methodology in conjunction with County staff). This year, the fuel surcharge is dropping from 3.75% to 2.97%, a .78% decrease. We have attached the PPI calculator for your reference.

We appreciate your co-operation and look forward to hearing from you. If you have any questions or need further information, please feel free to contact me at (530) 295 2816.

Sincerely,

Susan L. Farris  
District Manager  
Waste Connections of California, Inc. d/b/a  
El Dorado Disposal Services

Cc: Ron Mittelstaedt  
Rob Nielsen  
Rob Cloninger