



May 1, 2022

Mr. Joe Ames Public Works Director City of Stanton 7800 Katella Avenue Stanton, CA 90680

Re: Annual Consumer Price Index and Landfill Adjustment – July 2022

Dear Mr. Ames:

As provided for in the Franchise Agreement for an Integrated Waste Management System between the City of Stanton and CR&R Incorporated, the rates illustrated in Exhibit "A" shall be adjusted annually to reflect the change in the Consumer Price Index (CPI) and any change to the County of Orange Landfill Tipping Fee.

In reviewing the data from the Bureau of Labor Statistics for March 2021 through March 2022, the CPI has increased by 8.5%. In addition, the County of Orange has increased their Landfill Tipping Fee to \$38.34 per ton (a 6.23% increase) effective July 1, 2022. The CPI adjustment per our Agreement represents the change for the prior twelve (12) month period for the service component (March index); while the landfill component and the Administrative and Environmental Impact Fee (AEI) adjustment represents change in the annual average index. The service component uses the established percentages listed in the calculation worksheet for the respective bin sizes. Residential rates include the first inflationary increase following the rate freeze period.

With your review and approval, we are prepared to implement the new rates with our July 1, 2022 billings. Should anything further be needed or if any corrections are noted, please feel free to call at any time.

Thank you for your review and as always, it is a pleasure being of service to the City of Stanton.

Sincerely,

Hashem Shokair

Hashem Shokair Senior Sustainability Manager

cc: Maria Lazaruk Dean Ruffridge Chrystal Denning

11292 Western Ave. P. O. Box 125 Stanton, CA 90680

- t: 800.826.9677
- *t*: 714.826.9049
- *f*: 714.890.6347