

Kim Gibeau

From: Tom Pagel
Sent: Monday, July 22, 2019 2:47 PM
To: Kim Gibeau
Subject: FW: Grand Rapids Rates: Disposal Cost Increases

Tom Pagel

City Administrator
City of Grand Rapids
420 North Pokegama Avenue
Grand Rapids, MN 55744-2662
Office: 218-326-7626
Mobile: 218-398-0584
Fax: 218-326-7608

From: Siebels, Diana <dsiebels@wm.com>
Sent: Tuesday, September 4, 2018 12:20 PM
To: Tom Pagel <tpagel@ci.grand-rapids.mn.us>
Subject: Grand Rapids Rates: Disposal Cost Increases

Good morning Tom,

I hope things have been well with you, and that you had an enjoyable Labor Day weekend.

It has been an exceptionally busy last few months in the Itasca County area. We have been working hard with Itasca County on an extension for the Transfer Station, along with a new disposal pricing system at a single rate instead of the volume based tiers.

This project is coming to a close, and WM will continue to operate the Transfer Station. However, during this process, the waste transportation costs from our contracted hauler increased a very large percentage. We will be adjusting the customer rates in relation in the area, which will affect the pricing for Grand Rapids. These changes are expected for 10/1/2018.

With the new Contract and rate schedule for Grand Rapids, I wanted to notify you of the pricing changes for the carted services. All three sizes are affected, and outlined below.

<i>Service Level</i>	<i>Monthly Service Rate Change</i>
32T	\$0.32/mo
64T	\$0.53/mo
96T	\$0.79/mo

This is what the actual billed pricing will look like:

	Size	Rate	9.75% MN Tax	Monthly	Quarterly
Current Pricing					

8/1/17 - 9/30/2018	32 Gal Limited	6.81	0.66	7.47	22.41
	32 Gal	13.83	1.35	15.18	45.54
	64 Gal	17.33	1.69	19.02	57.06
	96 Gal	21.24	2.07	23.31	69.96
	Recycling	3.15	N/A	3.15	9.45
Disposal Increase Pricing					
10/1/2018 - 7/31/2020	32 Gal Limited	7.13	0.70	7.83	23.49
	32 Gal	14.15	1.38	15.53	46.59
	64 Gal	17.86	1.74	19.60	58.80
	96 Gal	22.03	2.15	24.18	72.54
	Recycling	3.15	N/A	3.15	9.45

If you have any questions, please do not hesitate to ask.

Diana Siebels
Public Sector Rep II
dsiebels@wm.com

Waste Management
3101 W Superior St
Duluth, MN 55806
Cell 218-206-1712

Recycling is a good thing. Please recycle any printed emails.

AMENDMENT
TO THE
LICENSE AGREEMENT

This amendment (“Amendment”) to the License Agreement is made and entered into this 10th day of April, 2017, between the City of Grand Rapids, Minnesota (“Licensor”) and Waste Management of Minnesota, Inc. (“Licensee”).

Recitals

The Licensor and Licensee entered into the License Agreement on August 1, 2012 (“License”). The Licensor and Licensee each desire to amend the License to provide for the following changes:

1. The term of the License shall be extended for the first additional five (5) year term commencing August 1, 2017 to July 31, 2022 (“Term”).
2. The pricing information contained in Attachment A to the License shall be replaced entirely by the Attachment A attached hereto and incorporated into the License by reference.
3. Both paragraphs of Section F.4 (a) shall be entirely deleted because rate increases for the term of the extension are set forth in Attachment A attached hereto.
4. Section J. shall be enhanced to include Subsection 3: Termination Without Cause: On or after August 1, 2019 through the remaining Term, either party may terminate this License for any reason by providing 365 days’ written notice to the other party. Each party shall diligently pursue its obligations under this License until the date of termination.

Except as aforementioned herein, all other terms of the License would continue in full force and effect.

IN WITNESS WHEREOF, Licensor and Licensee have entered into this Amendment to License Agreement that was executed on August 1, 2012. All terms of said License remain in full force and effect unless modified by this Amendment.

CITY OF GRAND RAPIDS

BY: Dale Adams
Mayor Dale Adams

**WASTE MANAGEMENT OF MINNESOTA,
INCORPORATED**

BY: Chuck Byh
Its: VP - Area Controller

ATTEST:
Tom Pagel
Tom Pagel
City Administrator

BY: Miana Siebels
Its: Public Sector Rep.

ATTACHMENT A

Monthly Refuse and Recycling Rates Per Subscribed Household

Cart Sizes	August 1, 2017 - July 31, 2020	August 1, 2020 - July 31, 2022
32 – 35 Gallon (Senior Rate)	\$7.47* per month	\$7.63* per month
32 – 35 Gallon	\$15.18* per month	\$15.49* per month
60 – 65 Gallon	\$19.02* per month	\$19.40* per month
90 – 96 Gallon	\$23.31* per month	\$23.77* per month
Recycling, Any Size	\$3.15 per month	\$3.21 per month
Recycling, Additional Cart	\$0.00 per month	\$0.00 per month

*All refuse prices are inclusive of Tax, and would begin as shown August 1, 2017.

Licensee shall provide a 32, 64, or 96 gallon recycling cart at the \$3.15 per month rate to each customer who purchases trash collection. If a larger or additional recycling cart is needed, the larger or extra cart will be provided at no additional charge.

Residential trash and recycling collection shall be scheduled on the same day of the week.

Collection of trash from the Central Business District cans one time per week: \$130.00

Metered Per Bag Rate \$5.00 (includes tax).

Extra tags: \$3.00 (includes tax) per tag. Available in packages of 10 (ten).

Licensee will also operate a Saturday Recycling Drop Off Facility located at:

Super One Foods (Formerly Cub Foods)
2410 Pokegama Avenue South
Grand Rapids

*or any other mutually agreed upon location in the City of Grand Rapids

Above rates reflect a scheduled fixed price adjustment on August 1, 2020 of the License. The scheduled increase will be at a rate of 2%. In addition, the charges shall be adjusted to reflect any new or increases in disposal costs, federal, state, county, or local taxes or fees. If disposal cost increases equal \$0.50 per home per month or more, Waste Management will notify the City in advance.

Additional Items

Item Description	Cost per Item
Appliances (washers, dryers, stoves, dishwashers, hot water heaters)	\$40.00
Air Conditioners	\$40.00
Mattress	\$25.00
Sofa	\$30.00
Chair, Kitchen	\$ 5.00
Chair, Stuffed	\$20.00

Tax is not included in per item cost