



WM  
 2749 Loop 336 East  
 Conroe, Texas 77301

July 01, 2025

City of Montgomery  
 c/o Brent Walker, City Administrator  
 PO Box 708  
 Montgomery, Texas 77356

Re: Contract – Price Adjustment – 2025 Annual Adjustment

Dear Mr. Brent Walker,

Pursuant to Section 9.01 entitled, *CPI Adjustment* and 9.02 entitled, *Fuel Adjustment* of the Municipal Solid Waste and Transportation Agreement between the City of Montgomery (“City”) and Waste Management of Texas Inc. (“WM”), Contractor may adjust Base Rates commencing on August 01, 2025, and continuing each anniversary date of this Agreement.

Provided for your notification is the reported percentage change in the annual Consumer Price Index for all Urban Consumers, Garbage and Trash Collection not seasonally adjusted (the “CPI”). The average CPI number for the period covering April 2023 to March 2024 was 598.048 and has increased to 622.711 covering a period from April 2024 to March 2025. The percentage change in the reported average index has increased by 4.124%. Ninety percent (90%) of the average change in CPI, 3.71%, will be applied to Base Rates in Schedule A. The US Bureau of Labor Statistics currently publishes these values on their website at the following location: <https://data.bls.gov/pdq/SurveyOutputServlet>

Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Total	Average
580.124	587.431	589.812	596.167	597.347	596.997	597.569	601.631	602.164	606.773	610.551	610.015	7176.581	598.048
Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25		
611.073	609.538	611.946	614.089	615.880	619.640	621.632	627.127	627.807	629.803	641.938	642.053	7472.526	622.711
30.95	22.11	22.13	17.92	18.53	22.64	24.06	25.50	25.64	23.03	31.39	32.04	Difference	24.662
5.335%	3.763%	3.753%	3.006%	3.103%	3.793%	4.027%	4.238%	4.258%	3.795%	5.141%	5.252%		0.04124
												%	4.124

In addition, Base Rates shall be adjusted by ten percent (10%) of the percentage change in annual average cost of Natural Gas between the current and preceding 12-month period as reported by Energy Information Administration of the US Department of Energy (“EIA/DOE”)’s for Commercial Price Texas Natural Gas. The average fuel cost for the period covering April 2023 to March of 2024 was \$9.632 and has decreased to \$9.126 (-5.252%) for the period covering April 2024 to March 2025. Ten percent (10%) of the average percentage change in Natural Gas is -0.53%, and will be applied to Base Rates in Schedule A. EIA/DOE publishes these values for Natural Gas at the following location: <https://www.eia.gov/dnav/ng/hist/n3020tx3m.htm>



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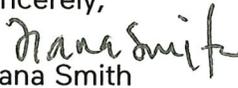
Apr-23	May-23	Jun-23	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Total	Average
9.380	9.540	9.260	10.150	10.590	10.180	10.040	9.650	9.440	8.960	9.240	9.150	115.580	9.632
Apr-24	May-24	Jun-24	Jul-24	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25		
9.410	9.570	9.750	9.810	9.770	10.090	10.510	0.000	10.120	9.430	10.110	10.940	109.510	9.126
0.03	0.03	0.49	-0.34	-0.82	-0.09	0.47	-9.65	0.68	0.47	0.87	1.79	Difference	-0.506
0.320%	0.314%	5.292%	-3.350%	-7.743%	-0.884%	4.681%	#####	7.203%	5.246%	9.416%	19.563%		-0.05252
												%	-5.252

A summary of the annual adjustment due to CPI and Fuel is included in the table below.

	Weight (%)	Previous Year	Current Year	Percentage Change (%)	Weighted Percentage Change (%)
CPI	90%	598.048	622.711	4.12%	3.71%
CNG	10%	9.632	9.126	-5.25%	-0.53%
<b>Total Adjustment</b>					<b>3.19%</b>

The current Base Rates will be adjusted by 3.19% and become effective August 1, 2025. The price matrix below includes the annual adjustments applied to base rates in Schedule A of the current Agreement. We appreciate the trust and confidence you have placed in our WM team to meet the waste and recycle collection needs of the City of Montgomery. Thank you for your partnership and continued opportunities to serve the City. Please feel free to contact me at 832-928-8380 should you have any questions.

Sincerely,

  
Tiana Smith

Public Sector Solutions Manager

[tsmith71@wm.com](mailto:tsmith71@wm.com)

D: 832.928.8380



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City of Montgomery  
Effective 08-01-2025  
Schedule A  
Base Rates

Residential Single Family Collection Rates

Residential Rates	\$25.74	1 x weekly Trash & Recycling in a 96-gal cart. Rate includes At Your Door
Extra Trash Cart	\$9.98	Limit 4 Carts
Extra Cart Recycle	\$9.98	Limit 4 Carts
Lost/Stolen Cart	\$93.53	
Extra Service Tag	\$2.32	

Commercial Hand Load Collection Rates

Commercial Rate	\$31.98	1 x weekly Trash & Recycling in a 96-gal cart.
Extra Trash Cart	\$9.98	Limit 4 Carts
Extra Recycling Cart	\$9.98	Limit 4 Carts
Lost/Stolen Cart	\$93.53	

City of Montgomery Roll Off Rates (for city use only)

Container Size / Type	Delivery Rate	Hauling Rate
20 Yard (Open Top)	\$134.16	\$444.93
30 Yard (Open-Top)	\$134.16	\$519.07
40 Yard (Open-Top)	\$134.16	\$668.85