



WASTE CONNECTIONS INC.
Connect with the Future®

August 17th, 2023
City of Sweeny
Attn: City Manager
102 West Ashley Wilson road
Sweeny, Texas 77408

RE: Annual Rate Adjustment

Dear City Manager

Waste Connections would like to sincerely thank you for the great opportunity we have had to serve the citizens and community of Sweeny. We thoroughly enjoy and appreciate the relationship between Waste Connections and the City of Sweeny.

Each year we evaluate the CPI-U and PADD 3 fuel prices, costs per our contract with the city. This year the CPI-U adjustment is 8.8% and the fuel adjustment is 5.64% for a total rate adjustment of 14.44%. I have enclosed further details of these adjustments with this letter.

We would like to adjust these rates on the October billing cycle.

Should you have any questions or concerns regarding this adjustment or anything else, please feel free to contact me at the office at 281-331-0810.

Best Regards,

Zachary Ryan
District Manager
Waste Connections of TX
Zachary.Ryan@wasteconnections.com

Rate Adjustment	Percentage Increase
Fuel Adjustment	5.64% **See tab Fuel Adjustment for the calculation and data
CPI-U	8.80% **See tab CPI-U for supporting documentation
Total City of Sweeny Rate Adjustment	14.44%

Base Rate:	\$	3.00
PADD3:	\$	4.10
.25 Increments:		4.38
Contract %		1.41%
% Adjusted		5.64%

12.4 The residential and commercial Rates include an initial base fuel cost of \$3.00. Every calendar quarter, the Rates shall be subject to a fuel adjustment as follows: an increase or decrease, as applicable, of one point four one percent (1.41%) for every twenty-five cent (\$0.25) increase or decrease in the price of diesel fuel at, above and below \$3.00 per gallon (with a one point four one percent (1.41%) fuel surcharge adjustment beginning at \$3.25 per gallon and an additional one point four one percent (1.41%) fuel surcharge adjustment at \$3.50 per gallon, etc.; alternatively, there shall be a one point four one percent (1.41%) fuel reduction adjustment beginning at \$3.49 per gallon and an additional one point four one percent (1.41%) fuel reduction adjustment beginning at \$3.24 per gallon). In no event shall there be any fuel surcharge adjustment applied to the Rates if and while the price of diesel fuel, after any adjustment, shall be below \$3.00 per gallon. The diesel fuel price shall be as determined by reference to the Energy Information Administration of the US Department of Energy ("EIA/DOE")'s Weekly Retail On Highway Diesel Prices for the Gulf Coast. The EIA/DOE currently publishes these prices on their website at the following location: <http://tonto.eia.doe.gov/oog/info/wohdp/diesel.asp>. The determination of the price of diesel fuel for the purposes of this Section 12.4 shall be obtained from the aforesaid website, and shall be that price published for the Monday prior to the end of the quarter (or the first business day thereafter if such Monday is a Federal Holiday). CONTRACTOR shall provide to the CITY written notice of any fuel surcharge adjustment. In no event shall such fuel surcharge adjustment take effect until CONTRACTOR has provided such notice.

Table 2. Consumer Price Index for All Urban Consumers (CPI-U): U. S. city average, by detailed expenditure category

Table 2. Consumer Price Index for All Urban Consumers (CPI-U): U.S. city average, by detailed expenditure category, July 2023

1982=84=100, unless otherwise noted

Expenditure category	Relative importance Jun. 2023	Unadjusted percent change		Seasonally adjusted percent change		
		Jul. 2022- Jul. 2023	Jun. 2023- Jul. 2023	Apr. 2023- May 2023	May 2023- Jun. 2023	Jun. 2023- Jul. 2023
Shelter	34.728	7.7	0.4	0.6	0.4	0.4
Rent of shelter ⁽¹⁾	34.358	7.8	0.4	0.5	0.4	0.4
Rent of primary residence	7.569	8.0	0.4	0.5	0.5	0.4
Lodging away from home ⁽²⁾	1.250	6.0	-0.6	1.8	-2.0	-0.3
Housing at school, excluding board ⁽¹⁾	0.158	3.2	1.0	0.1	0.2	0.9
Other lodging away from home including hotels and motels	1.092	6.6	-0.8	2.1	-2.3	-0.5
Owners' equivalent rent of residences ⁽¹⁾	25.540	7.7	0.5	0.5	0.4	0.5
Owners' equivalent rent of primary residence ⁽¹⁾	24.148	7.7	0.5	0.5	0.4	0.5
Tenants' and household insurance ⁽¹⁾⁽²⁾	0.370	1.0	0.1	0.1	0.3	0.1
Water and sewer and trash collection services ⁽²⁾	1.061	5.8	0.5	0.6	0.4	0.5
Water and sewerage maintenance	0.757	4.7	0.3	0.3	0.4	0.2
Garbage and trash collection ⁽¹⁾⁽¹⁰⁾	0.304	8.8	1.1	1.3	0.4	1.1