

# AGREEMENT

1. Section 6.2.4. (Single-Family Organics Collection Program) of the Agreement is hereby amended by adding the following section to the Agreement:

## 6.2.4.1 Introductory Rates for Rollout of Residential Organics Program.

Following City Council authorization to implement the residential organics program, the current residential organics rate will adjust on December 1, 2019, and will be reduced to a total of \$3.51 (\$2.40 hauler portion, \$0.33 franchise fee portion, \$0.78 sanitation fee portion). This rate will remain unchanged through the end of Fiscal Year 2019-2020 ending June 30, 2020.

On July 1, 2020, the residential organics rate will change to a total of \$3.89 (\$2.65 hauler portion, \$0.37 franchise fee portion, \$0.87 sanitation fee portion). This rate will not be affected or be subject to the CPI formula as detailed in section 14.5. This rate will remain unchanged through the end of Fiscal Year 2020-2021 ending June 30, 2021.

On July 1, 2021, the residential organics rate will revert to the July 1, 2019, rate level, which would be \$4.28, (\$2.92 hauler portion, \$0.41 franchise fee portion, \$0.95 sanitation fee portion) with the addition of the July 1, 2020, and July 1, 2021 CPI formula adjustments, as calculated from the formula detailed in Section 14.5. Notwithstanding the actual change in the rate adjustment indexes, the combination of the aforementioned two CPI formula adjustments shall not exceed five percent (5%). Beginning July 1, 2022, the residential organics rate will be subject to the terms set forth in the original Agreement.

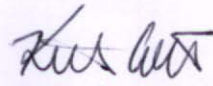
2. All of City's organic waste shall be transported by Contractor to the anaerobic digestion facility in the City of Perris (ROAR Facility), as listed in section 6.2.4. City will maintain its Flow Control Option as detailed in Section 8.1. Section 8.1 of the Agreement will remain in full force and effect.

3. All other remaining provisions of the Agreement, not modified by this Amendment No. 1, shall remain in full force and effect.

CITY OF LA HABRA

APPROVED AS TO FORM:

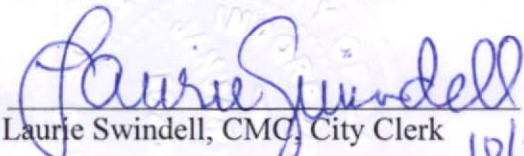
By:  10/25/2019  
Date

By: 

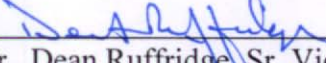
Jim Sadro, City Manager

Richard D. Jones, City Attorney

ATTEST:

By:  10/28/2019  
Laurie Swindell, CMC, City Clerk

CR&R, INCORPORATED

By:   
Mr., Dean Ruffridge, Sr. Vice President

10-16-2019  
Date