



Copy Karthika
Josephine
Gilbert

February 5, 2018

City of San Antonio
Mr. David W. McCary
Director of Solid Waste Management
PO Box 839966
San Antonio, Texas 78283-3966

Dear Mr. McCary,

In accordance with the Integration Agreement between The City of San Antonio and BFI Waste Services of Texas L.P., dba Republic Services of San Antonio we are submitting the following for your review.

As per the contract section 5e, which reads, "The Tip Fees shall remain fixed from the Effective Date through July 31, 2017. On August 1, 2017 and every August 1st thereafter for the Performance Term, the Tip Fees may be increased or decreased, in accordance with the Contract Documents and upon approval of City Council, based on the increase/decrease in the most recent "CPI-All Urban Consumers, Unadjusted 12 months ended June, Item: All items", from that in effect twelve (12) months earlier (the "CPI"). In no event shall an annual rate adjustment exceed five percent (5%)". I have attached the new rate schedule to become effective August 1, 2018.

Please contact me if you have any questions with regard to this matter.

Respectfully,


Tom Armstrong
Municipal Services Manager
Republic Services of San Antonio
tarmstrong@republicservices.com

City of San Antonio

Consumer Adjustment commencing August 1, 2018
Consumer Price Index

CPI all Urban: US city average

June 2016: 241.018

June 2017: 244.955

Computation of Increase: DOL (244.955-241.018)/241.018= 1.63%

June 2016: 241.018

June 2017: 244.955

% change: 0.016335

Current Rate: \$34.98 Increase % 1.016335 Proposed Rate: \$35.55

Current TS Rate: \$17.50 1.016335 \$17.79

Total Current: \$52.48 1.016335 \$53.34

CPI-All Urban Consumers (Current Series)
Original Data Value

Series Id: CUUR0000SA0

Not Seasonally Adjusted

Series All items in U.S. city average, all urban consumers, not
Title: seasonally adjusted
Area: U.S. city average
Item: All items
Base 1982-84=100
Period:
Years: 2007 to 2017

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	HALF1	HALF2
2007	202.416	203.499	205.352	206.686	207.949	208.352	208.299	207.917	208.490	208.936	210.177	210.036	205.709	208.976
2008	211.080	211.693	213.528	214.823	216.632	218.815	219.964	219.086	218.783	216.573	212.425	210.228	214.429	216.177
2009	211.143	212.193	212.709	213.240	213.856	215.693	215.351	215.834	215.969	216.177	216.330	215.949	213.139	215.935
2010	216.687	216.741	217.631	218.009	218.178	217.965	218.011	218.312	218.439	218.711	218.803	219.179	217.535	218.576
2011	220.223	221.309	223.467	224.906	225.964	225.722	225.922	226.545	226.889	226.421	226.230	225.672	223.598	226.280
2012	226.665	227.663	229.392	230.085	229.815	229.478	229.104	230.379	231.407	231.317	230.221	229.601	228.850	230.338
2013	230.280	232.166	232.773	232.531	232.945	233.504	233.596	233.877	234.149	233.546	233.069	233.049	232.366	233.548
2014	233.916	234.781	236.293	237.072	237.900	238.343	238.250	237.852	238.031	237.433	236.151	234.812	236.384	237.088
2015	233.707	234.722	236.119	236.599	237.805	238.638	238.654	238.316	237.945	237.838	237.336	236.525	236.265	237.769
2016	236.916	237.111	238.132	239.261	240.229	241.018	240.628	240.849	241.428	241.729	241.353	241.432	238.778	241.237
2017	242.839	243.603	243.801	244.524	244.733	244.955	244.786	245.519	246.819	246.663	246.669	246.524	244.076	246.163

(e) **Annual Fee Adjustment Subject to City Council's Approval.** The Tip Fees shall remain fixed from the Effective Date through July 31, 2017. On August 1, 2017 and every August 1st thereafter for the Performance Term, the Tip Fees may be increased or decreased, in accordance with the Contract Documents and upon approval of City Council, based on the increase/decrease in the most recent "CPI-All Urban Consumers, Unadjusted 12 months ended June, Item: All items", from that in effect twelve (12) months earlier (the "CPI"). In no event shall an annual rate adjustment exceed five percent (5%). No decrease in the Tip Fees shall be made during the Performance Term if there had been any previous increases in the CPI that would have called for a Tip Fee increase, but that the City Council did not approve and was not implemented under this paragraph.

If funding for the entire Agreement is not appropriated at the time the Agreement is entered into, City retains the right to terminate the Agreement at the expiration of each of City's budget periods, and any subsequent contract period is subject to and contingent upon such appropriation. The Parties acknowledge that the Agreement does not provide for any City funding.