



Deborah A. Perez
Government Affairs Manager
WASTE MANAGEMENT INC. OF FLORIDA
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June 02, 2022

Mr. Jason Brown
County Administrator
Indian River County
1801 27th St.
Vero Beach, FL 32960

Via Email

Re: 2022 Annual CPI Notice & Extraordinary Inflationary Cost Recovery Request

Dear Mr. Brown:

Waste Management appreciates the opportunity to provide solid waste collection services to the residents of Indian River County.

In accordance with article 16.1.2.2 Amended; Waste Management Inc. of Florida, is submitting this notice for the annual rate adjustment to reflect changes in the cost of doing business.

Throughout 2021, the U.S. economy has been experiencing the unexpected adverse impacts of inflation caused in large part by an economy re-emerging from COVID-19 but hampered by labor and supply chain constraints. Not since the years immediately following WWII or the late-1970s has the U.S. experienced inflationary price increases at these levels. For WM, disruptions in the supply chain for critical materials and equipment, labor shortages, and significant increases in fuel costs have substantially increased WM's cost to provide services to your community. As just one example, the price of the steel WM needs for solid waste and recycling vehicles and containers has increased more than 150% over the past 12 months. Many economists are projecting continued labor shortages and upward pressure on labor and critical material costs.

Utilizing the common industry Price Increase Index of CPI-U, 75% of the full adjustment amount of 9.40%, would make it 7.05%, but due to the NTE clause of 3.00%, our CPI request is for the 3.00% effective October 01, 2022. Back up information is included for your review.

Due to the unforeseen and extraordinary market conditions mentioned above, which the parties could not anticipate at the time the contract was executed, WM respectfully requests an additional 17.43% adjustment to the residential rates only, to allow WM's compensation to better keep pace with WM's operating costs to provide critical services in your community. If approved, both adjustments would be applied bringing the total price per home to \$12.57 per home, effective



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October 01, 2022. As you can see from the supporting backup, our extraordinary inflationary costs increased by \$1.82 per home.

WM is as committed as ever to provide best-in-class service to our customers and the communities we call home. We appreciate your partnership as we address these unusual market conditions.

Please feel free to contact me at (407) 466-4079 if you have any questions.

Thank you.

A handwritten signature in blue ink, appearing to read 'Deborah A. Perez', with a long, sweeping underline.

Deborah A. Perez
Government Affairs Manager

Cc: Sean Lieske, Public Utilities Director, IRC
Himanshu Mehta, PE., Solid Waste Director, IRC
Kasey Godwin, District Manager, WM

INDIAN RIVER COUNTY
EXHIBIT 1 - COLLECTION SERVICE RATES
10/01/2022

RESIDENTIAL COLLECTION SERVICE SUBSCRIPTION SERVICE		Monthly Collection Fee/Unit
Solid Waste:	1x/week in Franchisee - provided Roll Carts; Bulk Trash on call	\$ 7.55
Yard Trash:	1x/week	\$ 3.20
Total Subscription Service		\$ 10.75

RESIDENTIAL COLLECTION SERVICE UNIVERSAL SERVICE IN URBAN SERVICE AREA (applicable only if SWDD initiates universal collection)		Monthly Collection Fee/Unit
Solid Waste:	Universal in USA: 1x/week in Franchisee - provided Roll Carts; Bulk Trash on call	\$ 5.39
Yard Trash:	Universal in USA: 1x/week	\$ 3.20
Total Subscription Service		\$ 8.59

RESIDENTIAL COLLECTION SERVICE (ancillary services)		One-Time Charge
Exchange Solid Waste Cart Size: <i>Following the 1st 90 days of service, upon request, custome can exchange cart service at No Charge; After that, any additional solid waste cart size exchange will incur a charge</i>		\$ 30.00
Additional Solid Waste Cart: <i>If Resident generates large quantities of SW, they may request ONE Additonal Cart; This is a One-Time Charge; There is NO Additonal Charge to Service the Extra Cart</i>		\$ 60.00
Additional Recycle Cart: <i>If Resident generates large quantities of REC, they may request an Additonal Cart; There is NO CHARGE to deliver OR service a REC Cart</i>		\$ -
Reinstate Service Charge: <i>Should a Roll Cart be removed from a Residential Customer due to Non Payment, WM may charge to Re-Deliver Cart</i>		\$ 25.00

INDIAN RIVER COUNTY
EXHIBIT 1 - COLLECTION SERVICE RATES
10/01/2022

COMMERCIAL COLLECTION SERVICE		
Commercial Dumpster Service - includes container and maintenance		Fee/Cubic Yard \$ 5.25
Commercial Cart Service - in Franchisee - provided Roll Cart		Fee/Pickup \$ 10.52
Commercial Compactor - includes container and maintenance		Fee/Cubic Yard \$ 15.77
	Container and Maintenance Fee/Month	Fee / Pull
Open Top Roll-Off - 15 cubic yards	\$ 111.15	\$ 172.29
Open Top Roll-Off - 20 cubic yards	\$ 111.15	\$ 188.95
Open Top Roll-Off - 30 cubic yards	\$ 111.15	\$ 227.87
Open Top Roll-Off - 40 cubic yards	\$ 111.15	\$ 261.21
Compactor - 20 cubic yards	\$ 111.15	\$ 272.33
Compactor - 30 cubic yards	\$ 111.15	\$ 272.33
Compactor - 40 cubic yards	\$ 111.15	\$ 272.33

RESIDENTIAL RECYCLABLES COLLECTION SERVICE		Monthly Collection Fee/Unit
Residential Units:	Single Stream; 1x/week in Franchisee - provided Roll Carts	\$ 2.83
Multi-Family Units:	Single Stream; 1x/week in Franchisee - provided Roll Carts/Dumpsters	\$ 2.27

**CPI for Urban Wage Earners and Clerical Workers (CPI-W)
Original Data Value**

For the Indian River County

Series Id: CWUR0300SA0,CWUS0300SA0
Not Seasonally Adjusted
Series Title: All items in South urban, urban wage earners and clerical workers, not seasonally adjusted
Area: South
Item: All items
Base Period: 1982-84=100
Years: 2012 to 2022

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	HALF1	HALF2
2012	218.571	220.080	221.792	222.872	221.690	221.077	220.705	222.250	223.497	222.779	221.361	220.975	221.471	221.014	221.928
2013	221.849	224.019	224.862	224.266	224.352	225.338	225.838	226.119	225.981	225.294	224.588	224.895	224.783	224.114	225.453
2014	225.459	226.443	227.975	229.519	229.901	230.476	230.195	229.594	229.666	228.724	226.959	225.251	228.347	228.296	228.398
2016	223.133	224.390	225.936	226.618	227.706	229.008	228.716	228.011	227.348	227.164	226.621	225.578	226.686	226.132	227.240
2016	225.274	225.239	226.818	227.955	228.943	229.955	229.281	229.479	230.070	230.238	229.753	230.016	228.585	227.364	229.806
2017	231.413	231.825	231.920	232.552	232.494	233.064	232.658	233.691	235.707	234.886	234.667	234.361	233.270	232.211	234.328
2018	235.649	236.975	237.318	238.380	239.291	239.844	239.787	239.743	239.707	240.241	239.179	237.492	238.634	237.910	239.358
2019	237.815	239.130	241.036	242.558	242.359	242.032	242.873	242.437	242.339	242.824	242.614	242.619	241.720	240.822	242.618
2020	243.338	243.593	243.277	241.139	240.565	242.401	244.035	245.024	245.609	245.847	245.421	245.886	243.845	242.386	245.304
2021	247.339	248.802	251.042	252.967	255.237	257.847	259.259	259.972	260.839	263.514	264.924	265.732	257.290	252.206	262.373
2022	268.146	271.367	275.672	276.743											

Index Change = 23.776

CPI Change = 9.40%

75% of CPI = 3.00%
(NTE 3%)

Jurisdiction / Contract / Franchise

Indian River County

Business Unit

04835 WM of Indian River County

Time Periods

Current Period

YTD Mar, 2022

Prior Period

YTD Mar, 2021

Monthly Rate

Per Home / Account

\$

10.44

Cost Increase %

Labor

5.05%

Maintenance

3.57%

Ops Support

-0.02%

Fuel

8.83%

Total

17.43%

Monthly Increase Amount

\$

1.82

New Monthly Rate

\$

12.26