Viquid Sludge Dispose

Inc. P.O. Box 390 • Branford, Florida 32008 • (800) 653-0386

May 16, 2013

City of Fort Lauderdale 100 N Andrews Avenue, Rm619 Fort Lauderdale, FL 33301 ATTN: Bob McKenney, CPPB

Dear Mr. McKenney:

On June 1st, Waste Management is having to raise its landfill tipping fees at the Monarch Hill Landfill. The new price is <u>\$45.00 per ton</u>. The current price is <u>\$29.50 per ton</u>.

This unexpected burden is neither Waste Management nor H&H LSD's fault. It is due to new Environmental Regulations and concerns with hauling certain biosolids to landfills.

This situation is going to put an economic stress on our company operations. Presently, H&H is paying every two weeks tipping fees that average a total of <u>\$78,300.00 per month</u>. The new average fee will be \$119,475.00 per month. The difference being \$41,155.00 per month increase.

To help eliminate this grave economic burden on our company, H&H is asking the City to pay the additional tipping charge of \$15.50 per ton. H&H is not asking for any additional hauling fees especially with the time delays caused by the new operational changes at the landfill. To help with Waste Management's environmental conditions in handling the City's odorous waste activated biosolids, our company at <u>no cost</u> to the City of Fort Lauderdale, will start treating and stabilizing the City's biosolids during dewatering operations starting June 1st. This process will drastically help reduce any odors in the City's biosolids.

I thank you for this consideration and if you have any questions please call me. This additional tipping fee will not affect any other Cities piggy-backing the City of Fort Lauderdale's contract unless they have to use the Monarch Hill landfill.

Attached for your reference are two letters from Waste Management.

Sincerely,

Rick D. Hacht, President H&H Liquid Sludge Disposal, Inc.

EXHIBIT 1 13-0787 1 of 3

Emailed Cc: City of Plantation Cc: City of Sunrise



Waste Management Monarch Hill 12000 Loxahatchee Road Pompano Beach,, Florida 33073

May 8th, 2013

H & H Liquid Sludge Disposal, Inc. PO Box 390 Branford, Florida 32008 Attention: Rick Hacht

Re: Ft. Lauderdale Bio-Solids/Sludge

Dear Mr. Hacht:

This responds to your inquiry regarding our April 26 letter advising you that effective June 1 pricing increases would take effect for your waste materials. Pursuant to Paragraph 8 of the Industrial Waste Services and Disposal Agreement, modifications to pricing can occur to account for all or any portion of disposal, transportation, fuel or environmental compliance costs or fees. As you know, we have faced increasingly difficult operational related issues at our MSW landfills in handling bio-solids and sludge. A combination of decreasing Class I MSW and other waste volumes, increased sludge/bio-solids quantities, and regular intense rain events have made the management of your wastes more difficult and more costly. Last year, Monarch Hill (formerly Central Landfill) was subjected to a Notice of Violation for odors due to the disposal of sludge/bio-solids from your client (as well as others). The NOV resulted in an Agreed Final Order that required the landfill to institute odor control protocols, increase the number of gas collection wells, install additional infrastructure, and utilize additional quantities of interim cover. The costs for these actions at Monarch Hill are in excess of \$500,000 in addition to the payment to the County of a fine and administrative reimbursement.

Accordingly, we have now begun to implement similar practices at our other landfills that accept bio-solids/sludge in an effort to avoid future similar events and reduce and/or eliminate any future fugitive odor issues, and to operate our disposal facilities in strict compliance with our permits and applicable law. We have implemented other best management practices as well. This effort has dramatically increased our costs and made the management of your waste stream more costly and labor intensive. From a compliance and safety perspective, we believe that Waste Management has taken the most appropriate approach to this matter.

Please feel free to contact me if you have any questions,

Sincerely,

George Cubas

Industrial Account Manager



Monarch Hill 2700 NW 48th Street Pompano Beach, FL 33073

April 26th, 2013

H&H Liquid Sludge Disposal, Inc. PO Box 390 Branford, FL 32008 Attention: Rick Hacht

RE: Special Waste Disposal Increase

Dear Mr. Hacht:

Due to operational issues caused by WWTP bio-solid volumes and the corresponding increased cost required to effectively manage and dispose of this waste. Monarch Hill landfill has found it necessary to increase its tipping fee for this waste in order to help off set the additional expense in managing bio-solids.

Accordingly, Okeechobee Landfill has found it necessary to make disposal price adjustments pursuant to Paragraph 8 of the Industrial Waste Services and Disposal Agreement to the following waste profiles.

Profile		MAS Acct. #	Material	New Dispo:
MR 2418	•	0012494	Municipal Waste Sludge	\$45.00 pe
7086GC		0012494	Bell Press Cake	
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<u>New Disposal Rate</u> \$45.00 per ton \$46.00 per ton

The new pricing will be effective June 1, 2013 and does not reflect any applicable disposal fuel surcharges or environmental fees.

We are uncertain as to the duration of time that this price increase will continue to be in affect. Accordingly, we will waive the exclusivity provisions set forth in Paragraph 1 of the Agreement for as long as the price increase exists.

We are sorry for any inconvenience that this may cause you or your customers and look forward to continuing to provide you with secure disposal solutions.

If you have any questions, or need any additional information please contact me at (305) 793-2558

Sinderely

George Cubas Industrial Account Manager

> EXHIBIT 1 13-0787

> > 3 of 3