

## RATE INCREASE CALCULATION

Proposed Cost/Ton at Tierra Verde	\$	90.13
Current Cost/Ton at Tierra Verde	\$	33.13
Proposed Increase/Ton	\$	57.00
Estimated Tons to be Composted		30,492
Total Incremental Cost/Year	\$	1,738,044.00
Number of Residential Units		42,105
Cost per Unit per Year	\$	41.28
Months per Year		12
Cost per Unit per Month		3.44
Negotiated Adjustment	\$	0.04
<b>Negotiated Cost per Unit/Month</b>	\$	<b>3.40</b>