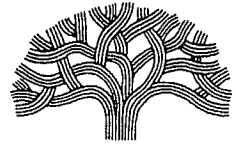




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CITY OF OAKLAND



DALZIEL BUILDING • 250 FRANK H. OGAWA PLAZA, SUITE 5301 • OAKLAND, CALIFORNIA 94612-2034

Public Works Agency
Environmental Services

FAX (510) 238-7286
TDD (510) 238-7644

August 9, 2000

Mr. D. Dave MacDonald
Executive Vice President
Waste Management of Alameda County
172 -98th Ave.
Oakland, CA 94603

RE: Annual Rate Adjustment July 1, 2000

Dear Mr. MacDonald;

This letter is to confirm per Section 15.3 of the Franchise Agreement between the City of Oakland and Waste Management of Alameda County, that the annual rate adjustment for FY 2000/01 is a 5.1% increase. The increase is effective on July 1, 2000 and applies to residential, multi-family, commercial, and roll-off customers.

The approved rate schedules were sent under separate cover to Ms. Debbie Jeffery on June 26, 2000.

Should you have any questions, please call me at (510) 238-6981

Sincerely,

A handwritten signature in cursive script, which appears to read "Susan Kattchee".

Susan Kattchee
Recycling & Solid Waste Programs Supervisor

Cc: Brooke Levin