

**CONTRACT EXTENSION AGREEMENT**

This **CONTRACT EXTENSION AGREEMENT** (the "Extension Agreement") is made and entered into this 1st day of March, 2016 (the "Effective "Date"), by and between the City of Cedar Hills, a municipal corporation of the State of Utah, hereinafter referred to as the "City", and Waste Management of Utah, Inc., hereinafter referred to as "Contractor".

**WHEREAS**, the City and Contractor are parties to a Waste and Recycling Agreement (the "Original Agreement") to provide automated residential solid waste collection and disposal services and recycling collection, dated April 11, 2011; and

**WHEREAS**, the Original Agreement provides for an option to extend its term; and

**WHEREAS**, the City Council has determined that it is in the public interest to extend the Original Agreement for an additional two (2) year term with the Contractor, as allowed therein.

**NOW THEREFORE**, based upon the foregoing recitals, the parties hereby agree as follows:

1. **Term.** The term of the Original Agreement is hereby extended from May 1, 2016 through April 30, 2018, upon the terms and conditions of therein.

2. **Cost of Living Adjustment.** Waste Management continues to increase the quality of the City's services through investments in people, equipment and resources, while complying with all Federal, State and local laws and regulations. Therefore, as of the Effective Date, Section C(2) of the "Standard Contract Terms and Conditions" of the Original Agreement is replaced by the following:

The fees charged by the Contractor shall be adjusted upward on an annual basis to reflect changes in the cost of operations as reflected by fluctuations in the Consumer Price Index for All Urban Consumers: Water and sewer and trash collection services, as published by the U.S. Department of Labor, Bureau of Labor Statistics ("CPI"), throughout the term of the Contract. Commencing on May 1, 2016, and each year thereafter, compensation shall be increased in a percentage amount equal to the net percentage change in the said Consumer Price Index (CPI) for the preceding calendar year, with a floor no lower than zero percent (0%) per year.

3. **Terms and Conditions.** All other terms and conditions of the Original Agreement not expressly modified herein shall remain in full force and effect.

**IN WITNESS WHEREOF**, the parties hereto have executed this Extension Agreement to be executed this day and year first above written.

**CEDAR HILLS CITY**

**WASTE MANAGEMENT OF UTAH, INC.**

By: David Bunker  
David Bunker, City Manager

ATTEST: Colleen A. Mulvey  
Colleen A. Mulvey, City Recorder

By: \_\_\_\_\_  
Scott Bradley, V.P. WM of Colorado/Utah

