

Item:	Solid Waste Disposal Agreement
From:	Ross Bartell, Sanitation Supervisor
Initiated By:	Public Works Department
Presented By:	Jim Rearden, Public Works Director
Action Requested:	Approve Agreement with Montana Waste Systems

#### Suggested Motion:

1. Commissioner moves:

"I move that the City Commission (approve/reject) the Solid Waste Disposal Agreement with Montana Waste Systems for the period of January 1, 2017 – December 31, 2024, and authorize the City Manager to execute the contract documents."

2. Mayor calls for a second to the motion, Commission discussion, public comment, and calls for the vote.

**Staff Recommendation:** Staff recommends that the City Commission approve the Solid Waste Disposal Agreement with Montana Waste Systems for the period of January 1, 2017 – December 31, 2024, and authorize the City Manager to execute the contract documents.

**Background:** Since the City of Great Falls Landfill closed on December 31, 1991, the Sanitation Division has used a private landfill currently operated by Montana Waste Systems. The current agreement with Montana Waste Systems will expire December 31, 2016. The previous Solid Waste Disposal Agreement was for a five year initial term with two five year extended term options, which could be renewed by either party. Both extended term options were renewed. This agreement will be for a period of eight years with two five year extended term options. In this Agreement, as in the last one, Montana Waste Systems agrees that the rates for disposal to be charged to Montana Waste Systems shall be no less than the rates to be charged to the City of Great Falls.

**Fiscal Impact:** The current City landfill rate is \$24.86/ton. Montana Waste has indicated that the CPI applied to the current contract has not kept pace with actual costs. According to Montana Waste, the CPI increase to the City over the last 15 years has been 31.7% and their costs (insurance costs, wages, equipment costs, utilities, engineering, monitoring and regulatory costs) have risen 59% over that same time period.

The rate proposed to be charged to the City of Great Falls for receiving and landfilling waste material as of January 1, 2017 will increase 3% (with no CPI added) from \$24.86 to \$25.61 per ton. The new CPI would have been 1.69%, so there is a net increase of 1.31% in 2017 over what would have been applied utilizing the current contract. In 2018 the rate will increase 2.5% with a maximum CPI of 1.5%. Montana Waste initially requested a 5.5% increase be applied on January 1, 2017. Staff negotiated the increase be applied over 2 years.

On January 1<sup>st</sup> of each successive calendar year thereafter, the contracted rate shall be subject to a CPI increase, the amount of which shall be calculated by adding to the base rate for the immediately preceding year as follows:

Annual Adder = (1.00 (November CPI)) x the base rate for preceding year.

As soon as practicable after January 1<sup>st</sup> of each year, Montana Waste Systems will determine the amount of the base rate increase. The rate adjustment increase will be effective retroactive to January 1<sup>st</sup>. Notwithstanding the above, in no event shall the Annual Adder exceed seven percent (7%) of the base rate for the preceding year.

In FY 2016 a total of \$855,640.75 was paid in tipping fees to Montana Waste Systems. In 2017 that amount will increase approximately \$25,670 and in 2018 will increase between \$22,000 and \$35,000 dependent on next year's CPI. The effect of these increases on customer rates will be discussed at a future work session.

	\$ / Ton	City
Public	Tipping Fee	Owned
		Landfill
Billings	\$16.19	YES
Great Falls	\$24.86 (\$25.61 - 2017)	NO
Helena	\$31.25	NO
Kalispell	\$31.05	NO
Havre	\$10.00 cu yd *	NO
Bozeman	\$27.00 to \$58.00	NO
	\$ / Ton	Privately
Private	Tipping Fee	Owned
		Landfill
MWS GF	\$28.75	YES
MWS County	\$28.75	YES
Evergreen Kalispell	\$31.05	NO
Republic Bozeman	\$29.70	NO
Republic Missoula	\$17.00 cu yd *	NO

Current comparison to other cities:

\* 1 cubic yard = .27 tons (per ton price)

**Alternatives:** The City Commission could vote to reject the Agreement for solid waste disposal. That alternative would require finding an alternate disposal site.

Attachments/Exhibits: Montana Waste Systems Agreement, Schedule A 2017 & 2018

#### SOLID WASTE DISPOSAL AGREEMENT

This Solid Waste Disposal Agreement ("Agreement") is made this \_\_\_\_\_ day of \_\_\_\_\_, 2016, by and between the City of Great Falls, Montana, ("City") and Montana Waste Systems, Inc., a Montana corporation authorized to do business in the State of Montana ("MWS"), collectively, "Parties."

#### **WITNESSETH**

WHEREAS, the City desires to obtain disposal services for the economical and environmentally sound disposition of solid waste generated within its jurisdiction; and

WHEREAS, the City has the power to enter into service contracts for the disposal of solid waste; and

WHEREAS, MWS operates a sanitary landfill and desires to provide disposal and other solid waste related services.

NOW, THEREFORE, FOR AND IN CONSIDERATION of the respective covenants herein contained, the Parties have agreed as follows:

### ARTICLE 1

### **Definitions**

1.1 "Acceptable Waste" means any and all waste that is solid waste, as the latter term is defined in Montana State law except Unacceptable Waste, as defined below.

1.2 "Delivery Date" means January 1, 2017, which is the date Waste Material is first accepted for disposal pursuant to this Agreement.

1.3 "Disposal Site" means the landfill permitted and operated by MWS near the City of Great Falls, Cascade County, Montana.

1.4 "Hazardous Waste" means any waste, (even though it may be part of a delivered load of waste) which:

(a) Is required to be accompanied by a written manifest or shipping document describing the waste as "hazardous waste," pursuant to any state or federal law, including, but not limited to, to the Resource Conservation and Recovery Act, 42 U.S.C. § 7901, <u>et seq.</u> as amended and the regulations promulgated there under; or

(b) Contains polychlorinated biphenyls or any other substance as storage, treatment or disposal of which is subject to regulation under the Toxic Substances Control Act, 15 U.S.C. § 2601, <u>et seq.</u> as amended and the regulations promulgated there under; or

(c) Contains a "reportable quantity" of one or more "hazardous substances," as defined in the Comprehensive Environmental Response, Compensation and Liability Act, 42 U.S.C. § 9601, <u>et seq.</u> as amended and the regulations promulgated there under or as defined under Montana law and regulations promulgated there under; or

(d) Contains a radioactive material the storage or disposal of which is subject to state or federal regulation.

1.5 "City" means the municipal corporation for the geographical area comprising the City of Great Falls, Montana.

1.6 "Special Waste" means any waste, (even though it may be part of a delivered load of waste), which is:

(a) Containerized waste (e.g., a drum, barrel, portable tank, box, pail, etc.) of a type listed in (c)-(h) of this definition, below;

(b) Waste transported in a bulk tanker;

(c) Liquid waste: For purpose of this paragraph, liquid waste means any waste material that is determined to be or contain "free liquid" by the paint filter test (EPA Method 9095). Sewage sludge from a publicly owned treatment works shall be considered liquid if it contains less than 20% solids by weight;

- (d) Sludge waste;
- (e) Waste from an industrial process;
- (f) Waste from a pollution control process;

(g) Residue or debris from the cleanup of a spill or release of chemical substance, commercial products or wastes listed in (a)-(f) or (h) of this definition;

(h) Soil, water, residue, debris or articles which are contaminated from the cleanup of a site or facility formerly used for the generation, storage, treatment, recycling, reclamation, or disposal of wastes listed in (a)-(g) of this definition;

(i) Residential wastes only if a change in law, statute, regulation, rule, code, ordinance, permit, or permit condition occurs after the Effective Date of this Agreement, requires special or additional management that differs from the requirements applicable of the Effective Date of this Agreement; or

(j) Any Miscellaneous Special Waste as defined in Schedule A.

1.7 "Suspicious Waste" is waste which MWS reasonably suspects may be "Unacceptable Waste."

1.8 "Taxes" means all real estate taxes and assessments, special or otherwise, levied or assessed upon or with respect to the Disposal Site, and ad valorem taxes for MWS's personal property located thereon and used in connection therewith. Should the state in which the Disposal Site is located, or any political subdivision thereof, or any other governmental authority having jurisdiction over the Disposal Site, impose a tax, assessment, charge or fee, or increase a then existing tax, assessment, charge or fee with MWS will be required to pay, either by way of substitution for, or in addition to, a tax levied against the Disposal Site or MWS's personal property, such taxes, assessments, fees or charges will constitute "Taxes" hereunder.

1.9 "Unacceptable Waste" means any and all waste that is either:

(a) Waste which is prohibited from disposal at a sanitary landfill by state, federal or local law, regulation, rule, code, ordinance, permit or permit condition;

(b) Hazardous Waste, as defined in 1.4 above; or

(c) Special Waste without an approved Special Waste Agreement as described in Section 4. "Unacceptable Waste" shall not include residential waste unless residential waste is prohibited by a change in law which becomes effective after the Effective Date of this Agreement.

1.10 "Waste Handler" means all "Acceptable Waste" over which City has disposal authority and which, in compliance with governmental licenses and permits in effect, may be disposed of at the Disposal Site.

1.11 "Calendar Year" means from January 1<sup>st</sup> through December 31<sup>st</sup>.

1.12 "Consumer Price Index" ("CPI") means the percentage increase for the preceding twelve (12) month period in the Consumer Price Index. The CPI is determined by calculating the average of the sum of U.S. city average and the west urban size B-C-50,000-150,000, pursuant to the "Consumer Price Index" for all urban consumers ("CPI-U").

### ARTICLE 2

#### Terms of Agreement

2.1 <u>Effective Date</u>. This Agreement will be effective upon execution, as used herein, the "Effective Date."

2.2 <u>Initial Term</u>. The initial term of this Agreement is eight (8) years commencing on the Delivery Date.

2.3 <u>Renewal Terms</u>. This Agreement will be automatically renewed for two (2) additional, separate five (5) year terms (respectively referred to as the "First Extended Term" and "Second Extended Term") unless the City provides at least one hundred eighty (180) days written notice prior to the expiration of the initial term or prior to the expiration of the First

Extended Term to MWS that this Agreement will not be renewed. The First Extended Term shall commence at the end of the initial term. The Second Extended Term shall commence at the end of the First Extended Term.

#### ARTICLE 3

#### Scope of Service

3.1 <u>Construction</u>. MWS has completed construction of the Disposal Site and performed all work necessary to make the Disposal Site operational and ready to receive Waste Material.

3.2 <u>Operation</u>. On and after the Delivery Date, MWS will accept at the Disposal Site all Waste Material not reclaimed or recycled that is delivered to the Disposal Site by City, its agents, other haulers, or private individuals.

3.3 <u>Condition Precedent</u>. MWS's obligations under this Agreement are expressly subject to the continuing effectiveness of all final, non-appealable licenses and permits that MWS deems necessary to operate the disposal Site.

3.4 <u>Exclusive Right</u>. All Waste Material collected within the jurisdiction of City that is directly or indirectly to be disposed of by landfill burial shall be delivered for disposal to the Disposal Site pursuant to the terms of this Agreement. City agrees, without limitation, that it will not enter into any franchise, license, contract or other agreement for the collection or hauling of Waste Material with any party unless there is a provision in such franchise, license, contract or other agreement requiring that all Waste Material collected or hauled there under will be taken for disposal to the Disposal Site in accordance with this Agreement. Similarly, City agrees, without limitation, that it will not enter into any franchise, license, contract or other agreement for the operation of a transfer facility, recycling facility, resource recovery facility or other alternative technology facility with any party unless there is a provision in such franchise, license, contract or other agreement requiring that all Waste Material from the transfer facility, recycling facility, resource recovery facility or other alternative technology facility or other alternate technology facility be disposed of at the Disposal Site.

3.5 <u>Holidays</u>. The Disposal Site may, in the discretion of MWS, be closed on the following Holidays: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day.

3.6 <u>Scale</u>. MWS will have available at the Disposal Site, a scale or scales to weigh Waste Material that is transported to the Disposal Site. MWS will cause normal maintenance and calibration of the scales to be performed in accordance with manufacturer's recommendation. City has the right once a month during normal working hours to enter the Disposal Site to inspect and to test the accuracy of scales. In the event the scales are not operable at any time, a vehicle or container will be charged based upon the average weight of City vehicles over the prior thirty (30) days. All transfer vehicles and private hauler collection vehicles will be weighed in and out of the Disposal Site. Weigh-out will be optional if MWS has a tare weight on file for a vehicle.

3.7 <u>Compliance with Applicable Laws</u>. MWS will comply with all present and future federal, state, and local statutes and ordinances regulating the construction and operation of sanitary landfills for the disposal of Waste Material, and with all other rules and regulations and amendments thereto imposed by all federal and state regulatory agencies having jurisdiction over the operation of the Disposal Site. MWS will also comply with all applicable provisions of the Official Code of the City of Great Falls (OCCGF).

3.8 <u>Nondiscrimination</u>. MWS will not, in the performance of this Agreement, discriminate or knowingly permit discrimination against any person on account of sex, race, age, creed, color, national origin, political or religious opinion or affiliation.

3.9 <u>Right to Refuse Unacceptable Waste</u>. MWS shall not be required to accept, at the Disposal Site, any waste that MWS, in its sole discretion, considers to be an Unacceptable Waste.

All Waste Handlers that deliver waste to the Disposal Site shall be required to execute a Special Waste Agreement as described in Section 4 below representing that no Unacceptable Waste has been delivered to the Disposal Site. MWS reserves the right to reject any waste or load of waste brought to the Disposal Site that MWS, in its sole discretion, believes to contain Unacceptable Waste.

MWS will use its best efforts to require the responsible Waste Handler to remove waste determined or suspected by MWS to be Unacceptable Waste. If the suspected Unacceptable Waste is not removed from MWS's possession by the Waste Handler within a reasonable time, not to exceed seven days of receipt of the waste material, MWS will arrange lawful disposal of the waste. Subject to the limitations set forth in Mont. Code Ann. §2-9-108, City will indemnify MWS for any costs or damages resulting from delivery of Unacceptable Waste to the Disposal Site and will pay MWS its reasonable expenses and charges for handling, loading, preparing, transporting, storing and caring for Unacceptable Waste disposed of by MWS.

3.10 <u>Revocation of Acceptance</u>. MWS may, at any time before the condition of the waste has been materially changed, revoke its acceptance of any of the waste discovered to be Unacceptable Waste. Revocation must occur within a reasonable time after MWS actually discovers or should have discovered the nonconformity. In revoking its acceptance of any waste, MWS shall notify City of the manner in which the waste is nonconforming.

3.11 <u>Title to Waste</u>. MWS is vested with title to all Waste Material accepted by MWS at the Disposal Site. Any revenue or other value received by MWS as a result of reclamation, recycling or resource recovery shall be solely to the account of MWS.

### ARTICLE 4

### Special Waste Management

4.1 <u>Requirement for Special Work Management</u>. The City recognizes that the City, through the waste generators and Waste Handlers, must manage responsibly any hazardous or Special Wastes in the solid waste stream. The City recognizes that the proper management of Special Wastes can be most effectively and efficiently achieved only by the accurate characterization and control of any special Waste by the waste generator or Waste Handler. Therefore, the City will require all waste generators and Waste Handlers to participate in and implement a Special Waste program as described in this Agreement.

4.2 <u>MWS's Obligation Regarding Special Waste</u>. MWS is not required to accept or manage any Special Waste unless it is specifically identified in a written Special Waste Agreement, approved in writing by MWS and any other person or company that handles the Special Waste.

4.3 <u>Duty of City</u>. The City will require all waste generators and Waste Handlers under its jurisdiction to execute a Special Waste Agreement prior to delivery of any Special Waste to the Disposal Site. The City represents and warrants that neither it nor any waste generator or Waste Handler within its jurisdiction shall deliver, arrange for the delivery of, or contract for the delivery of any Special Waste to the Disposal Site without a fully executed Special Waste Agreement.

4.4 <u>Special Waste Agreement</u>. The specific requirements of the Special Waste Agreement shall be as specified from time to time by MWS and may be altered by MWS at any time as necessary to insure the proper management of Special Waste. At a minimum the initial Special Waste Agreement shall include:

(a) A representation of the character and regulatory status of the waste executed by the generator or Waste Handler;

(b) A decision document executed by MWS and any other party that will manage the Waste. A decision document shall at a minimum including the identification of the generator and the source and characterization of the waste;

(c) A proposed management plan for the waste, including any special handling requirements;

(d) The approval of MWS and any other party that will manage the waste indicating acceptance for handling of the waste; and

(e) The unit price associated with the management of the Special Waste.

4.5 <u>Representative Sample of Special Waste</u>. MWS may, in its sole discretion, demand that a representative sample of any Special Waste proposed for delivery to the Disposal Site be provided by the generator or Waste Handler to MWS prior to the approval of a Special Waste Agreement. Unless otherwise agreed by MWS, the cost for acquisition, delivery and analysis of a representative sample shall be borne by the generator or Waste

Handler. If the generator or Waste Handler refuses to provide a representative sample, MWS shall have no obligation to accept the Special Waste or to execute a Special Waste Agreement.

## ARTICLE 5

## Compensation to (MWS)

5.1 <u>Base Rate</u>. The base gate rate (Base Rate) to be charged for receiving and landfilling Waste Material delivered to Disposal Site is in addition to the above, the rate to be charged for certain classes of waste shall be as set forth in "Schedule A" attached hereto and by this reference, incorporated herein.

5.2 <u>Base Rate Escalation</u>. On January 1<sup>st</sup>, 2019 and on January 1<sup>st</sup> of each successive calendar year thereafter, during the initial term remaining or any renewal term of this Agreement, the Base Rate and certain classes of waste set forth in "Schedule A" shall be subject to the increase, the amount of which shall be calculated by adding to the Base Rate for the immediately preceding year as follows:

Annual Adder = (1.00 (CPI)) x the Base Rate for preceding year.

As soon as practicable after January 1<sup>st</sup> of each year, MWS will determine the amount of the Base Rate increase. The rate adjustment increase will be effective; retroactive to January 1<sup>st</sup>. Notwithstanding the above, in no event shall the Annual Adder exceed seven percent (7%) of the Base Rate for the preceding year.

5.3 <u>Additional Compensation</u>. In addition to the adjustments in the Base Rate specified in Paragraph 5.2, MWS will be entitled to additional compensation based upon the following events:

(a) <u>Changes in Government Regulations Requiring Expenditures</u>. The City will also reimburse MWS for any expenditure required solely by federal, state or local law, regulation, rule, ordinance, permit or permit condition that becomes effective after the Effective Date of this Agreement and that was not imposed because of the action or inaction of MWS. MWS may amortize any required capital expenditures, with interest at then current rates for financing, over the remaining initial term of this Agreement. MWS may include any additional required operating expenditure as an adjustment to the Base Rate as adjusted.

(b) <u>Tax Escalation</u>. The City will also pay to MWS an amount ("Tax Escalation Amount") equal to the amount by which the Taxes assessed in each tax year exceed the amount of all Taxes paid or accrued by MWS in the calendar year of the Delivery Date. Within One Hundred Twenty (120) days of the Delivery Date MWS will provide the City a statement of the Taxes for the first calendar year. One-Twelfth  $(1/12^{th})$  of the Tax Escalation amount will be added each month to the invoice to the City. Increase in state and federal taxes are excluded from the about Tax Escalation amount.

(c) <u>Cumulative Compensation</u>. Every adjustment to MWS compensation conferred herein will be cumulative and in addition to every other adjustment conferred herein.

5.4 Payment for Special Waste. The City shall pay MWS for disposal of Special Waste the unit price established by MWS as set forth in Schedule A. Unit prices will vary depending on quantity and quality of the waste. A unit price for Special Waste that exceeds the base rate as adjusted in accordance with Section 5 or any other applicable adjustment shall be accompanied by reasons for the cost increase. Examples of reasons for cost increase include special regulatory requirements, special handling, or management requirements at the Disposal Site to protect the environment or workers, the acceptance of additional risk or liability by MWS, additional leachate generation, detrimental impacts on leachate or gas quality, load checking requirements, or other reasons that demonstrate the need for additional cost.

5.5 <u>Billing</u>. At the beginning of each calendar month, MWS will bill the City of all Waste Material delivered in the preceding calendar month to the Disposal Site by the City or its agents, pursuant to this Agreement. MWS will supply the City each month an invoice detailing the number of loads and tonnage for the preceding calendar month. The City will pay such invoice within thirty (30) days from receipt of the invoice, without further notice by MWS. A late charge of 1.5% per month will be imposed if the payment from the City is past due 15 days or more.

5.6 <u>Books and Records</u>. MWS will keep daily records of the weight or volume of Waste Material received and charges therefore, and the City has the right to inspect the same insofar as they pertain to the weight or volume of Waste Material received at the Disposal Site.

5.7 <u>Disposal Rate</u>. During the initial term of this Agreement, and any extension as provided herein, MWS agrees that the rates for disposal to be charged to MWS shall be no less than the rates to be charged to the City or other non-commercial users pursuant to this Agreement. MWS shall provide an annual written certification to the City that it has complied with the provision.

#### ARTICLE 6

#### Indemnity

6.1 <u>Indemnification</u>. MWS will protect indemnify and hold harmless the City from and against any and all liability, or claims, arising out of the use of or occupancy of the Disposal Site, or any of the equipment or personal property required in the performance of this Agreement, except for occurrences caused by or arising out of the negligence or willful conduct of City, its officers, employees or agents.

6.2 <u>Insurance</u>. MWS shall provide and maintain during active disposal site operations, Workers' Compensation Insurance which shall meet the requirements of the State of Montana. MWS shall provide and maintain during active operation of the disposal site public

liability insurance, to protect against claims arising out of MWS's operations that may result in bodily injury, death or property damage suffered on or about the disposal site. The policy or policies in force shall contain a provision that the insurer will not cancel or decrease the insurance coverage without first giving the City thirty (30) days notice in writing. MWS, upon request, shall furnish the City evidence that the insurance required is in force. The limits of liability of all insurance required herein shall be as set forth in the Certificate of Insurance naming the City as an additional insured attached as Exhibit B. MWS also provides to the City an additional insured endorsement which is attached as Exhibit C.

#### ARTICLE 7

#### Default

Except as otherwise provided herein, if either party breaches this Agreement or defaults in the performance of any of the covenants or conditions contained herein for thirty (30) days after the other party has given the party breaching or defaulting written notice of such breach or default, unless a longer period of time is required to cure such breach or default and the party breaching or defaulting has given notice of its intent to cure or shall have commenced to cure such breach or default within said period and pursues diligently to the completion thereof, the other party may: (i) terminate this Agreement as of any date which the said other party may select provided said date is at least thirty (30) days after the elapse of the thirty (30) days in which to cure or commence curing; and (ii) have recourse to any other right or remedy to which it may be entitled by law, including, but not limited to, the right of all damage or loss suffered as a result of such breach or default. In the event either party waives default by the other party, such waiver shall not be construed or determined to be a continuing waiver of the same or any subsequent breach or default.

#### ARTICLE 8

#### Miscellaneous

8.1 Force Majeure. The performance of this Agreement by MWS may be suspended and the obligations hereunder excused or extended in the event, and during the period, that such performance is prevented, hindered, or delayed by a cause or causes beyond the reasonable control of MWS include, without limitation, default of another party; labor disputes, strike or lockout; acts of God; war; fire; explosion; national defense requirements; accidents; riot; flood; sabotage; lack of adequate fuel, power, materials, labor, or transportation facilities; power failures; breakage or failure or machinery or apparatus; damage or destruction of the Disposal Site and its facilities; injunctions or restraining orders; and judicial or governmental laws, regulations, requirements, orders, actions, or inaction, including the revocation or suspension of or failure to obtain, for reasons beyond MWS's reasonable control, any licenses or permits required for operation of the Disposal Site. In the event of disruption of services under any such circumstances, MWS will make every reasonable effort to reopen the Disposal Site to accept Waste Material as soon as practicable after the cessation of the cause of suspension of service.

8.2 <u>Enforcement</u>. In the event that there is a dispute between the parties, and either party brings an action to interpret this Agreement, or to enforce any right which such party may have hereunder, or in the event an appeal is taken from any judgment or decree of a court of competent jurisdiction, the party ultimately prevailing in such action will be entitled to receive from the other Party its cost and reasonable attorneys' fees to be determined by the court in which such action is brought.

8.3 <u>Right to Require Performance</u>. The failure of either party at any time to require performance by the other party of any provisions of this Agreement will in no way affect the right of that party thereafter to enforce the same. No waiver by either party of any breach of any of the provisions hereof will be taken or held to be a waiver of any succeeding breach of such provision or as a waiver of any other provision.

8.4 <u>Law to Govern</u>. This Agreement will be governed by the laws of the State of Montana, both as to interpretation and performance.

8.5 <u>Severability</u>. If any provision of this Agreement is declared illegal, void or unenforceable, the remaining provision will not be affected but will remain in full force and effect.

8.6 <u>Headings</u>. The headings used herein are for convenience only and are not to be construed as part of this Agreement.

8.7 <u>No Assignment</u>. No assignment of this Agreement or any right accruing under this Agreement will be made wholly or in part by MWS except to an affiliate, without the express written consent of the City. In the event of any assignment, the assignee will assume the liability of MWS, and such assumption of liability will relieve MWS of all liability under this Agreement. For purposes of this part, affiliate means any company that is a wholly-owned subsidiary of MWS, or of which MWS or a subsidiary thereof owns at least fifty-one percent (51%).

8.8 <u>Successors and Assigns</u>. Subject to the foregoing restrictions on transfer and assignment contained in Paragraph 8.7, this Agreement will inure to the benefit of and will be binding on the parties hereto and their respective successors and assigns.

8.9 <u>Specific Services</u>. This is an Agreement for the performance of specific services described herein. Under no circumstances or conditions shall the operation of the Disposal Site by MWS in accordance with this Agreement be deemed a public function, nor has the City acquired an interest, ownership or otherwise in the real or personal property or improvements or fixtures at the Disposal Site by virtue of this Agreement.

8.10 <u>Notices</u>. All notices or other communications to be given hereunder shall be in writing and shall be deemed given when mailed by registered or certified United States mail:

To City:

City of Great Falls Attn: Greg Doyon, City Manager PO Box 5021 2 Park Drive South Great Falls, MT 59401

To MWS:

Montana Waste Systems, Inc. Attn: Roger Bridgeford, General Manager 3201 15<sup>th</sup> Street N.E. Great Falls, Montana 59404

Any changes of address by either party shall be by notice given to the other in the same manner as specified above.

8.11 <u>Entire Agreement</u>. This Agreement constitutes the entire agreement and understanding between the parties hereto, and it will not be considered modified, altered, changed, or amended in any respect unless in writing and signed by the parties hereto.

8.12 <u>Signature</u>. If this Agreement should not be signed by the City within thirty (30) days from the date of execution by MWS, this Agreement will automatically void and of no force or effect whatsoever.

## EXHIBIT B

# Insurance Coverage Limits

Coverages	Limits of Liability
Workers' Compensation	Statutory
Employer's Liability	\$500,000
Bodily Injury Except Automobile	\$500,000 each occurrence \$1,000,000 aggregate
Property Damage Liability Except Automobile	\$500,000 each occurrence \$500,000 aggregate
Automobile Bodily Injury Liability	\$500,000 each occurrence \$1,000,000
Automobile Property Damage	\$500,000 each occurrence
Excess Umbrella Liability	\$2,000,000 each occurrence

IN WITNESS WHEREOF, the parties have executed this Agreement this \_\_\_\_\_day of \_\_\_\_\_, 2016.

CITY OF GREAT FALLS, MONTANA:

By: \_\_\_\_\_\_

Its: City Manager Its: \_\_\_\_\_

ATTEST:

(SEAL OF THE CITY)

Lisa Kunz, City Clerk

**REVIEWED FOR LEGAL CONTENT\*** 

Sara R. Sexe, City Attorney

\*By law, the City Attorney may only advise or approve contract or legal document language on behalf of the City of Great Falls, and not on behalf of other parties. Review and approval of this document was conducted solely from the legal perspective, and for the benefit, of the City of Great Falls. Other parties should not rely on this approval and should seek review and approval by their own respective counsel.

MONTANA WASTE SYSTEMS, INC.:

By:\_\_\_\_\_

Its: \_\_\_\_\_

STATE OF MONTANA )

) ss: COUNTY OF CASCADE )

The foregoing instrument was acknowledged before me this \_\_\_\_\_ day of \_\_\_\_\_, 2016, by \_\_\_\_\_\_ of MONTANA WASTE SYSTEMS, INC.

(NOTARIAL SEAL)

My commission Expires: \_\_\_\_\_

# SCHEDULE "A" CITY OF GREAT FALLS 2017 SCHEDULE OF CHARGES

# **TYPE OF WASTE**

# **CHARGE**

and can be used as daily cover

CITY OF GREAT FALLS CONTRACTED RATE	Per Ton	\$25.61
HAY AND/OR MANURE		
City of Great Falls	Per Ton	\$25.61
DEAD ANIMALS NOT REQUIRING		
SEPARATE CELL DISPOSAL	Small	\$ 7.50 per animal
	Medium	\$26.00 per animal
	Large	\$53.00 per animal
TREES	Per Ton	\$15.50
UNSECURED LOAD	Per Load	\$10.00
STREET SWEEPING DEBRIS	No Charge provided such material merits the facility's requirements for salt content	

TIRES	Per Ton Per Ton	\$54.98 (whole) \$33.80 (split)
SPECIAL WASTE	Per Ton	\$33.50
ASBESTOS	Per Yard	\$33.50
CONCRETE, BRICK, ROCK, CLEAN DIRT	Per Ton	\$10.75 (6+ ton)
PCS SOIL	Per Ton	\$21.66
	Per Ton	\$17.42 (+1,000)
	Per Ton	\$14.40 - \$10.50 (+2000)
	Any prices of	her than those published

Any prices other than those published will need General Manager approval.

# SCHEDULE "A" CITY OF GREAT FALLS 2018 SCHEDULE OF CHARGES

The rates below will be subject to CPI not to exceed 1.5% January 1, 2018

# **TYPE OF WASTE**

# **CHARGE**

CITY OF GREAT FALLS CONTRACTED RATE	Per Ton	\$26.25
HAY AND/OR MANURE	D. 77	<b>\$2</b> < <b>2</b>
City of Great Falls	Per Ton	\$26.25
DEAD ANIMALS NOT REQUIRING		
SEPARATE CELL DISPOSAL	Small	<b>\$ 7.50 per animal</b>
	Medium	\$26.00 per animal
	Large	\$53.00 per animal
TREES	Per Ton	\$15.50
UNSECURED LOAD	Per Load	\$10.00
STREET SWEEPING DEBRIS	No Charge provided such material merits the facility's requirements for salt content and can be used as daily cover	

TIRES	Per Ton Per Ton	\$54.98 (whole) \$33.80 (split)
SPECIAL WASTE	Per Ton	\$33.50
ASBESTOS	Per Yard	\$33.50
CONCRETE, BRICK, ROCK, CLEAN DIRT	Per Ton	\$10.75 (6+ ton)
PCS SOIL	Per Ton	\$21.66
	Per Ton	\$17.42 (+1,000)
	Per Ton	\$14.40 - \$10.50 (+2000)
	Any prices other than those published	
	will need General Manager approval.	