

**Recycle Material Offset (RMO):**

Waste Management implemented a Recyclable Materials Offset charge. The recycling commodities market went through an economic downturn that disconnected the value of recyclable materials with the cost to process the materials. As a result, our cost to provide recycling services exceeds our ability to absorb these costs into our standard recycling rates. To adjust for this impact, we have instituted a Recyclables Materials Offset charge. This charge allows us to adjust for the decline in the recyclable commodities market and to achieve an acceptable operating margin.

**Variable Monthly per home rate based on the current recycle commodities market and the number of homes within the community. RMO has been ranging between \$0.48 and \$1.76 per home/ per month.**

**We suggest to budget approximately \$2.00 +/- per home/ per month.**

2020 RMO Trend:		2021 RMO Trend:		2022 RMO Trend:		2023 RMO Trend:	
Jan	\$1.62	Jan	\$1.25	Jan	\$0.54	Jan	\$0.54
Feb	\$1.62	Feb	\$1.27	Feb	\$0.67	Feb	\$0.67
Mar	\$1.62	Mar	\$1.21	Mar	\$0.71	Mar	\$1.55
Apr	\$1.61	Apr	\$1.14	Apr	\$0.74	Apr	\$1.54
May	\$1.60	May	\$1.10	May	\$0.65	May	\$1.64
June	\$1.54	June	\$1.06	June	\$0.65	June	\$1.68
July	\$1.45	July	\$1.05	July	\$0.65	July	\$1.76
Aug	\$1.40	Aug	\$1.07	Aug	\$0.66	Aug	\$1.70
Sept	\$1.36	Sept	\$0.95	Sept	\$0.73	Sept	\$1.69
Oct	\$1.34	Oct	\$0.77	Oct	\$0.79	Oct	
Nov	\$1.29	Nov	\$0.59	Nov	\$1.10	Nov	
Dec	\$1.28	Dec	\$0.53	Dec	\$1.58	Dec	
<b>Average \$1.48/home</b>		<b>Average \$1.00/home</b>		<b>Average \$0.79/home</b>		<b>Average \$1.42/home</b>	

The downturn in the recycling commodities market has a global impact on all companies that collect and process recyclable materials and this charge will help ensure that we can continue to support our customers with the recycling services they expect. We will monitor changes in the recycling commodities market and may adjust this charge as appropriate in the future.

**Isn't this fee included in your annual price increase charge?**

The Recyclable Materials Offset charge is meant to address the sharp and unexpected decline in recyclable commodities values. Our annual price increases (API) do not cover the movement in recycling commodity values, which will fluctuate over time and affects the price at which we can sell processed recyclables. Our API focuses on operational costs.

Your business is very important to us and we thank you for your patronage and continued support in promoting environmental responsibility. For more information on Waste Management's environmental commitment, visit our website at [www.wm.com](http://www.wm.com). **Waste Management**