

Attachment B

**LFUCG Request for Proposals
Interim and Backup Hauling, Processing and Marketing
of Single Stream Recyclables from the LFUCG MRF**

COST PROPOSAL

Proposed Tip Fee/Revenue Sharing Schedule

- A.1 Loading Fee:** Specify a per ton loading fee (if applicable).
Per Ton Fee: \$ 20.00

- A.2 Hauling Fee:** Specify a per ton hauling fee (if applicable).
Per Ton Fee: \$ 55.00

- A.3 MRF Tip Fee:** Specify a per ton tip fee (if applicable).
Per Ton Tip Fee: \$ 90.00

- A.4 Revenue Share:** Specify a per ton revenue sharing formula (if applicable).
Per Ton Revenue Share (\$ or %): \$ 40 %

- A.5 Trigger Price:** Specify a trigger price for the revenue sharing (if applicable).
Per Ton Trigger Price: *See Attached Narrative

A.6 Market Index: Specify a market index for the revenue sharing (if applicable).

Fiber: PPI Pulp & Paper Week - Chicago High Side Pricing

Containers: Secondary Materials Pricing - Chicago Average

The attached formula will be updated each month using current prices from these recycling industry publications

A.7 Revenue Sharing Example: Show a sample calculation of the tip fee/revenue sharing arrangement using the proposed factors provided above (A.1 to A.6).

* See Attached Narrative

Attachment B –

Cost Proposal Narrative

Rumpke's cost proposal incorporates both fixed per ton pricing and a revenue sharing component. Items A.1, A.2 and A.3 are fixed for the contract term.

Item A.4 is tied into a formula that will be updated monthly with new commodity pricing resulting in variable values or costs depending on the Average Selling Price per Ton. Rumpke has attached a formula that provides greater detail on this component.

Item A.5 is specific to Item A.4- When the Average Selling Price Per Ton exceeds the \$90.00 per ton benchmark, this triggers a payback to LFUCG. As an example, for the October 2021 reporting period, the Average Selling Price per Ton (ASPT) is \$154.97. The \$90.00 per ton fixed processing fee is subtracted from the ASPT for a net value of \$64.97.

Rumpke's formula for October provides a 40% share to LFUCG - \$25.99 per ton. This component will fluctuate monthly as new values are entered into the formula each month. Commodity pricing is based on values from PPI Pulp & Paper Week- Chicago High Side Pricing and Secondary Materials Pricing- Chicago Average. In the event the ASPT is lower than the \$90.00 per ton benchmark, there will be a cost for the processing component of this project. When the net value of the formula is negative, LFUCG pays 100% of this cost.

Rumpke has included the October pricing from both publications to provide the background on commodity pricing. Rumpke will update the formula each month for LFUCG review.

RESIDENTIAL SINGLE-STREAM PROCESSING/PAYBACK FORMULA

LFUCG Single Stream

<i>Commodity Type</i>	<i>Allocation %</i>	<i>Index Price Formula</i>	<i>Index Price Formula</i>	<i>Single Stream Material Value</i>
OCC	14.59%	PPI-Chicago High	\$190.00	\$27.71
MIXED PAPER	46.71%	PPI-Chicago High	\$115.00	\$53.72
STEEL CANS - baled	2.12%	Secondary Index Avg	\$210.00	\$4.46
ALUMINUM CANS - baled	1.32%	Secondary Index Avg	\$1,700.00	\$22.52
HDPE COMBO	2.16%	Secondary Index Avg	\$1,670.00	\$36.09
PETE	4.29%	Secondary Index Avg	\$500.00	\$21.45
3 - 7 PLASTICS	2.27%	Secondary Index Avg	\$0.00	\$0.00
RIGID MIX PLASTICS	0.33%	Secondary Index Avg	\$90.00	\$0.30
MIXED GLASS	12.71%	Secondary Index Avg	-\$25.00	(\$3.18)
RESIDUALS	13.50%	disposal rate	-\$60.00	(\$8.10)
TOTAL	100.0%			\$154.97

	Average Selling Price per Ton for Single Stream	\$154.97
	Benchmark	\$90.00
	Net Value	\$64.97
	Share % 60% Processor / 40% Generator	40%
Payback per ton to LFUCG	Oct-21	\$25.99

Notes:

Formula based on material delivered to Rumpke- Cincinnati MRF

When net value is negative, generator pays 100% of cost

When net value is positive, generator receives 25% of revenue

Fiber Pricing- PPI Pulp & Paper Week- Chicago High Side Pricing- October 5, 2021

Container Pricing- Secondary Materials Pricing, Chicago Average, October 4, 2021

HDPE Combo- HDPE Natural + HDPE Color Pricing divided by 2= Combo Pricing



CERTIFICATE OF LIABILITY INSURANCE

DATE (MM/DD/YYYY)
01/04/2021

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

IMPORTANT: If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must have ADDITIONAL INSURED provisions or be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

PRODUCER Marsh USA Inc. 525 Vine Street, Suite 900 Cincinnati, OH 45202 Attn: cincinnati.certrequest@marsh.com CN102338799-STND-GAWU-20-21 RUMKY MUNICI	CONTACT NAME: PHONE (A/C, No, Ext): E-MAIL ADDRESS:		FAX (A/C, No):
	INSURER(S) AFFORDING COVERAGE		NAIC #
INSURED Rumpke of Kentucky, Inc. 3990 Generation Drive Cincinnati, OH 45251	INSURER A : National Fire & Marine Insurance Co		20079
	INSURER B : ACE American Insurance Company		22667
	INSURER C : Indemnity Insurance Company of North America		43575
	INSURER D : XL Specialty Insurance Company		37885
	INSURER E : INSURER F :		

COVERAGES CERTIFICATE NUMBER: CLE-005465126-18 **REVISION NUMBER:** 2

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

INSR LTR	TYPE OF INSURANCE	ADDL INSD	SUBR WVD	POLICY NUMBER	POLICY EFF (MM/DD/YYYY)	POLICY EXP (MM/DD/YYYY)	LIMITS
A	COMMERCIAL GENERAL LIABILITY <input type="checkbox"/> CLAIMS-MADE <input checked="" type="checkbox"/> OCCUR GEN'L AGGREGATE LIMIT APPLIES PER: <input type="checkbox"/> POLICY <input type="checkbox"/> PRO-JECT <input checked="" type="checkbox"/> LOC OTHER:			42GLO10041807	12/31/2020	12/31/2021	EACH OCCURRENCE \$ 5,000,000 DAMAGE TO RENTED PREMISES (Ea occurrence) \$ 300,000 MED EXP (Any one person) \$ PERSONAL & ADV INJURY \$ 5,000,000 GENERAL AGGREGATE \$ 5,000,000 PRODUCTS - COMP/OP AGG \$ 5,000,000 SIR \$ 500,000
B	AUTOMOBILE LIABILITY <input checked="" type="checkbox"/> ANY AUTO <input type="checkbox"/> OWNED AUTOS ONLY <input type="checkbox"/> SCHEDULED AUTOS <input checked="" type="checkbox"/> HIRED AUTOS ONLY <input checked="" type="checkbox"/> NON-OWNED AUTOS ONLY <input type="checkbox"/> OTHER:			ISAH25308001	12/30/2020	12/30/2021	COMBINED SINGLE LIMIT (Ea accident) \$ 5,000,000 BODILY INJURY (Per person) \$ BODILY INJURY (Per accident) \$ PROPERTY DAMAGE (Per accident) \$ \$
D	<input checked="" type="checkbox"/> UMBRELLA LIAB <input checked="" type="checkbox"/> OCCUR <input type="checkbox"/> EXCESS LIAB <input type="checkbox"/> CLAIMS-MADE DED <input checked="" type="checkbox"/> RETENTION \$ 10,000			US00077282LI20A Auto Excess Liability retention: 1st \$5,000,000 of Umbrella	12/31/2020	12/31/2021	EACH OCCURRENCE \$ 15,000,000 AGGREGATE \$ 15,000,000 \$
C	WORKERS COMPENSATION AND EMPLOYERS' LIABILITY ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED? (Mandatory in NH) If yes, describe under DESCRIPTION OF OPERATIONS below	Y/N	N/A	WLR6780996B (IN, KY, CO, ND, WA, WY) WCUC67810004 (OH) \$500,000 SIR applies to XS OH	12/31/2020 12/31/2020	12/31/2021 12/31/2021	<input checked="" type="checkbox"/> PER STATUTE <input type="checkbox"/> OTH-ER E.L. EACH ACCIDENT \$ 1,000,000 E.L. DISEASE - EA EMPLOYEE \$ 1,000,000 E.L. DISEASE - POLICY LIMIT \$ 1,000,000

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (ACORD 101, Additional Remarks Schedule, may be attached if more space is required)
RE: LFUCG QUOTE MRF100213 - TRANSPORTATION & PROCESSING OF RECYCLABLE MATERIALS.
CERTIFICATE HOLDER ALSO INCLUDES: THE LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT, ITS ELECTED AND APPOINTED OFFICIALS, EMPLOYEES, AGENTS, BOARDS, CONTRACTORS, ASSIGNS, VOLUNTEERS AND SUCCESSORS IN INTEREST.
PERSONS OR ORGANIZATIONS ARE ADDED TO THE GENERAL LIABILITY POLICY AS ADDITIONAL INSURED WHERE REQUIRED BY WRITTEN CONTRACT, WRITTEN AGREEMENT, OR PERMIT. THE GENERAL LIABILITY INSURANCE IS NON-CONTRIBUTORY AND PRIMARY OVER SIMILAR INSURANCE AVAILABLE TO AN ADDITIONAL INSURED WHERE THE ADDITIONAL INSURED IS DESIGNATED AS A NAMED INSURED ON THE AVAILABLE INSURANCE.

CERTIFICATE HOLDER LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT ROOM 338, GOVERNMENT CENTER 200 EAST MAIN STREET LEXINGTON, KY 40507	CANCELLATION SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS. AUTHORIZED REPRESENTATIVE of Marsh USA Inc. Manashi Mukherjee <i>Manashi Mukherjee</i>
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