CITY OF MARATHON, FLORIDA RESOLUTION 2022-70

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MARATHON, FLORIDA, RATIFYING A CHANGE TO THE AGREEMENT BETWEEN THE CITY OF MARATHON, FLORIDA AND SYNAGRO, AUTHORIZING THE CITY MANAGER TO EXECUTE THE AGREEMENT ON BEHALF OF THE CITY; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City of Marathon, Florida (the "City"), and Synagro (the "Contractor") entered into an Contract on July 13, 2021; and

WHEREAS, on June 3, 2022 the City received a letter from the Contractors stating the increase in goods effective June 1, 2022; and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MARATHON, FLORIDA, THAT:

Section 1. The above recitals are true and correct and incorporated herein.

Section 2. The letter from the contractor, a copy of which is attached as Exhibit "A," is hereby approved and ratified. The City Manager is authorized to execute the agreement on behalf of the City.

Section 3. This resolution shall take effect upon its adoption.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF MARATHON, FLORIDA, THIS 12TH DAY OF JULY 2022.

THE CITY OF MARATHON, FLORIDA

John Bartus, Mayor

AYES:Cook, Gonzalez, Still, Zieg, BartusNOES:NoneABSENT:NoneABSTAIN:None

ATTEST:

Dane Claver

Diane Clavier City Clerk

(City Seal)

APPROVED AS TO FORM AND LEGAL SUFFICIENCY FOR THE USE AND RELIANCE OF THE CITY OF MARATHON, FLORIDA ONLY:

Steve Williams, City Attorney

501 Woodall Road Decatur, Alabama 35601

256 . 351 . 0959 www.synagro.com May 30, 2022

City of Marathon Attn: Amanda Riley 9805 Overseas Highway Marathon, FL 33050

Customer -

Synagro has been proud to be your biosolids provider for many years. We value the relationship and the opportunity to serve you and your community.

2022 has been an unprecedented year. The pandemic, trucking shortage, supply chain crisis, labor shortage, and global fuel situation have caused some of our input costs to increase at levels not seen in decades. As an example, industry-wide polymer costs are up 40% since the beginning of the year, and fuel is up 50% over the same time-period.

To offset these costs, effective June 1st we are implementing a fuel surcharge of 10% and polymer increase of 8% to the total invoice amount. This price is not to increase our profit margins, it is simply a pass-through of rapidly rising costs that are beyond our control. This price increase is tied to known industry indexes and will be re-evaluated in 6 months. We will lower the pass-through amount if these commodities become less expensive.

Thank you for your business, and for your understanding as we navigate our way through these difficult economic times. If you have any questions, please feel free to contact me at sreel@synagro.com.

Thank you,

Steve B. Reel

Steve B. Reel

Steve B. Reel SE Regional Vice President