



**Modern Waste Systems  
Surcharge Notice  
June 2022**

Dear Valued Customer,

Our continuing costs related to energy products have increased substantially. These increases are outside of our control. Effective July 1<sup>st</sup> 2022, Modern Waste Systems will implement a companywide **variable** surcharge line item on our customers' invoice. This surcharge will reflect the changing energy cost implications on our business, in both upward and downward adjustments.

The variable monthly surcharge utilizes an index that measures diesel fuel prices in dollars per gallon and is reported weekly by the Energy Information Administration of the U.S. Department of Energy in its Weekly Retail On-Highway Diesel Prices (Learn more: <http://www.eia.doe.gov>).

The surcharge can be confirmed by going to our website, Modernwastesystems.com. The surcharge adjustment reflected on the monthly customer invoice will be determined from the most recently published data from the U.S. Department of Energy and will always result in a one-month lag from the invoice. For example, the fuel surcharge for July will be determined by the May 2022 monthly average (the most recently published data).

- The surcharge is calculated by determining the **monthly** average price per gallon (Midwest).
- The specific web address for obtaining the fuel price information is: [https://www.eia.gov/dnav/pet/pet\\_pri\\_gnd\\_dcus\\_r20\\_m.htm](https://www.eia.gov/dnav/pet/pet_pri_gnd_dcus_r20_m.htm)
- Included below is the Surcharge Matrix

Example:

The monthly average price per gallon of Diesel Midwest from the U.S. Department of Energy is \$5.32 for the month of May 2022. The corresponding Surcharge percentage would be 21.8%.

Avg Fuel Price	Surcharge	Avg Fuel Price	Surcharge	Avg Fuel Price	Surcharge
\$3.00-3.10	5.7%	\$4.51-4.60	16.2%	\$6.00-6.10	26.7%
\$3.11-3.20	6.4%	\$4.61-4.70	16.9%	\$6.11-6.20	27.4%
\$3.21-3.30	7.1%	\$4.71-4.80	17.6%	\$6.21-6.30	28.1%
\$3.31-3.40	7.8%	\$4.81-4.90	18.3%	\$6.31-6.40	28.8%
\$3.41-3.50	8.5%	\$4.91-5.00	19.0%	\$6.41-6.50	29.5%
\$3.51-3.60	9.2%	\$5.00-5.10	19.7%	\$6.51-6.60	30.2%
\$3.61-3.70	9.9%	\$5.11-5.20	20.4%	\$6.61-6.70	30.9%
\$3.71-3.80	10.6%	\$5.21-5.30	21.1%	\$6.71-6.80	31.6%
\$3.81-3.90	11.3%	\$5.31-5.40	21.8%	\$6.81-6.90	32.3%
\$3.91-4.00	12.0%	\$5.41-5.50	22.5%	\$6.91-7.00	33.0%
\$4.00-4.10	12.7%	\$5.51-5.60	23.2%	\$7.00-7.10	33.7%
\$4.11-4.20	13.4%	\$5.61-5.70	23.9%	\$7.11-7.20	34.4%
\$4.21-4.30	14.1%	\$5.71-5.80	24.6%	\$7.21-7.30	35.1%
\$4.31-4.40	14.8%	\$5.81-5.90	25.3%	\$7.31-7.40	35.8%
\$4.41-4.50	15.5%	\$5.91-6.00	26.0%	\$7.41-7.50	36.5%

\*A fuel price of \$3.00 and below would result in surcharge of 5%.

\*The surcharge table does continue correspondingly up should fuel price average over \$7.50.

The Surcharge is a Company charge not imposed by or remitted to any governmental or regulatory agency.