

REFUSE COLLECTION AGREEMENT

IT IS MUTUALLY AGREED by and between the City of Le Roy, Illinois ("City") and American Disposal ("Contractor"), in consideration of the mutual covenants, promises, and conditions herein as follows:

1. RESIDENTIAL AND COMMERCIAL REFUSE SERVICE. The Contractor will remove once weekly from every dwelling, and as reasonably required from every commercial establishment in the City, all garbage and other kitchen refuse, ashes, and other refuse. Miscellaneous rubbish, including furniture (but excluding yard waste, trees, large shrubs, and hazardous substances), will be removed weekly when placed in the alley or at the curb. A schedule of the pickup routes and the days of collection will be submitted to the City by the Contractor. This schedule will not be changed without the consent of the City.

2. APPLIANCES. The Contractor will remove appliances from every residential unit in the City every Thursday of each week as long as the call-in for removal of such appliance(s) is made by the City to the Contractor no later than 3:00 p.m. on Wednesday of each week. Individuals desiring appliances be picked up by Contractor shall call the City to leave word of the need for an appliance pick up. Contractor will remove the appliances at no charge.

3. CHARGES FOR SERVICE. For purposes of this Agreement, the term "unit" shall mean each dwelling or place of business which has a separate water meter.

A. The City will pay the Contractor based on Exhibit A attached and made part of this agreement from March 1, 2001, through October 31, 2001.

B. The City will pay the Contractor based on Exhibit B attached and made part of this agreement from November 1, 2001, through October 31, 2002.

C. The City will pay the Contractor based on Exhibit C attached and made part of this agreement from November 1, 2002, through October 31, 2003.

D. The compensation to Contractor will be adjusted monthly on the basis of any increase or decrease in the number of units and their respective billing classification as they were serviced during the previous month. This information will be based on American Disposal's monthly report of commercial pick ups and the City's monthly report of changes in residential service.

4. REFUSE COLLECTION SERVICE TO CITY-OWNED BUILDINGS. Contractor will furnish refuse collection service for all City-owned buildings within the City without any compensation to Contractor.

5. GENERAL CONTRACTOR PROVISIONS.

A. Term. The term of this Agreement will be for a period of approximately three (3) years, commencing on November 1, 2000, and expiring on October 31, 2003, both dates inclusive.

B. Service. Contractor will maintain a telephone for the receipt of service calls or complaints and will be available for such calls on all business days from 9:00 a.m. to 3:30 p.m. All complaints will be given prompt and courteous attention and, in the case of missed, scheduled collections, the Contractor will pick up all materials not collected within 24 hours after the complaint is received.

C. Manner of Performance. The Contractor will perform all services in an orderly and efficient manner, using care and diligence in the performance of this Agreement, and will provide neat and courteous employees.

D. Employees of Contractor. Employees of the Contractor will not be or become employees of the City. The Contractor will cover all employees with Workers Compensation Insurance and present a certificate of such insurance to the City.

E. Liability Insurance Protection. The Contractor will provide adequate insurance coverage for all of its equipment, employees, and operations under this Agreement. The contractor will carry public liability insurance in the amount of not less than \$1,000,000 for injuries, including accidental death. Certificates or other evidence of such insurance will be furnished by the Contractor to the City.

F. Compliance with Authority. The Contractor agrees to comply at all times with all laws, ordinances, and regulations of the City and the State of Illinois at any time properly applicable to the Contractor's operations under this Agreement; and as necessary Contractor and the City will amend this Agreement in order to render such compliance compatible with the terms hereof as to service and compensation.

G. License. Contractor agrees to obtain and pay for all licenses from the City which are required to operate as a scavenger service within the City.

H. Institution of Recycling and Waste Programs. In the event that during the term of this Agreement any changes occur in local ordinances or state laws which require the City to become a member of a group of municipalities agreeing to dispose of its refuse in a waste-to-energy facility or regional incinerator, the City and Contractor agree to renegotiate this Agreement to allow for a new unit price which reflects changed conditions including, but not limited to, disposal fees and vehicle depreciation due to travel time.

I. This Agreement is freely assignable by Contractor so long as Contractor presents to the City a letter from the successor Contractor demonstrating the successor Contractor's agreement and ability, financial and otherwise, to perform all terms and conditions of this Agreement.

J. Contractor will provide to the City a performance bond in the amount of \$25,000 to secure its performance under this Agreement.

IN WITNESS WHEREOF, the parties have executed this Agreement on the 2nd day of April, 2001.

CITY OF LE ROY, an Illinois
municipal corporation,

American Disposal Service

By: Robert Pisci

By: Dal J. Winters

Name: Robert Pisci

Name: Daniel J. Winters

Title: Mayor

Title: General Manager

AMERICAN DISPOSAL CONTRACT
YEAR 1: NOVEMBER 1, 2000 - OCTOBER 31, 2001

| RATE DESCRIPTION | PER WEEK | # USERS | HOUSEH | PAID TO | AMERICAN |
|--------------------------|----------|-------------|--------|----------|------------------|
| SINGLE RESIDENCE | ONCE | 1185 | 1185 | \$7.50 | \$106,650 |
| CAN/BAGS | ONCE | 11 | | \$7.50 | \$990 |
| ONE YARD | ONCE | 4 | | \$22.00 | \$1,056 |
| ONE & ONE-HALF YARD | ONCE | 11 | | \$26.00 | \$3,432 |
| ONE & ONE-HALF YARD | TWICE | 1 | | \$45.00 | \$540 |
| ONE & ONE-HALF YARD | FOUR | 1 | | \$80.00 | \$960 |
| TWO YARD (1) | ONCE | 30 | | \$32.00 | \$11,520 |
| TWO YARD(1) | TWICE | 8 | | \$52.00 | \$4,992 |
| TWO YARD(1) | THREE | 2 | | \$72.00 | \$1,728 |
| TWO YARD (2) | ONCE | 1 | | \$98.00 | \$1,176 |
| TWO YARD (3) | TWICE | 3 | | \$140.00 | \$5,040 |
| TWO YARD (3) | THREE | 1 | | \$198.00 | \$2,376 |
| TWO YARD (4) | ONCE | 1 | | \$116.00 | \$1,392 |
| THREE YARD (1) | TWICE | 1 | | \$76.00 | \$912 |
| THREE YARD (1) | FOUR | 1 | | \$76.00 | \$912 |
| FOUR YARD (1) | ONCE | 4 | | \$46.00 | \$2,208 |
| FOUR YARD (1) | TWICE | 2 | | \$88.00 | \$2,112 |
| FOUR YARD (1) | THREE | 1 | | \$122.00 | \$1,464 |
| SIX YARD (2) | ONCE | 1 | | \$98.00 | \$1,176 |
| SIX YARD (1) | TWICE | 1 | | \$98.00 | \$1,176 |
| SIX YARD (1) | THREE | 3 | | \$132.00 | \$4,752 |
| SIX YARD (1) | FOUR | 1 | | \$176.00 | \$2,112 |
| SIX YARD (1) | FOUR | 1 | | \$232.00 | \$2,784 |
| TOTAL RESIDENTIAL | | 1275 | | | \$161,460 |

EXHIBIT A

AMERICAN DISPOSAL CONTRACT
YEAR 2: NOVEMBER 1, 2001 - OCTOBER 31, 2002

| RATE DESCRIPTION | PER WEEK | # USERS | HOUSEH | PAID TO | AMERICAN |
|--------------------------|----------|-------------|--------|----------|------------------|
| SINGLE RESIDENCE | ONCE | 1185 | 1185 | \$7.73 | \$109,921 |
| CAN/BAGS | ONCE | 11 | | \$7.73 | \$1,020 |
| ONE YARD | ONCE | 4 | | \$22.66 | \$1,088 |
| ONE & ONE-HALF YARD | ONCE | 11 | | \$26.77 | \$3,534 |
| ONE & ONE-HALF YARD | TWICE | 1 | | \$46.35 | \$556 |
| ONE & ONE-HALF YARD | FOUR | 1 | | \$82.40 | \$989 |
| TWO YARD (1) | ONCE | 30 | | \$32.95 | \$11,862 |
| TWO YARD(1) | TWICE | 8 | | \$53.55 | \$5,141 |
| TWO YARD(1) | THREE | 2 | | \$74.15 | \$1,780 |
| TWO YARD (2) | ONCE | 1 | | \$100.90 | \$1,211 |
| TWO YARD (3) | TWICE | 3 | | \$144.20 | \$5,191 |
| TWO YARD (3) | THREE | 1 | | \$203.90 | \$2,447 |
| TWO YARD (4) | ONCE | 1 | | \$119.48 | \$1,434 |
| THREE YARD (1) | TWICE | 1 | | \$78.28 | \$939 |
| THREE YARD (1) | FOUR | 1 | | \$78.28 | \$939 |
| FOUR YARD (1) | ONCE | 4 | | \$47.38 | \$2,274 |
| FOUR YARD (1) | TWICE | 2 | | \$90.64 | \$2,175 |
| FOUR YARD (1) | THREE | 1 | | \$125.66 | \$1,508 |
| SIX YARD (2) | ONCE | 1 | | \$100.90 | \$1,211 |
| SIX YARD (1) | TWICE | 1 | | \$100.90 | \$1,211 |
| SIX YARD (1) | THREE | 3 | | \$135.95 | \$4,894 |
| SIX YARD (1) | FOUR | 1 | | \$181.25 | \$2,175 |
| SIX YARD (1) | FOUR | 1 | | \$238.95 | \$2,867 |
| TOTAL RESIDENTIAL | | 1275 | | | \$166,367 |

EXHIBIT B

AMERICAN DISPOSAL CONTRACT
YEAR 3: NOVEMBER 1, 2002 - OCTOBER 31, 2003

| RATE DESCRIPTION | PER WEEK | # USERS | HOUSEH | PAID TO | AMERICAN |
|--------------------------|----------|-------------|--------|----------|------------------|
| SINGLE RESIDENCE | ONCE | 1185 | 1185 | \$7.96 | \$113,191 |
| CAN/BAGS | ONCE | 11 | | \$7.96 | \$1,051 |
| ONE YARD | ONCE | 4 | | \$23.34 | \$1,120 |
| ONE & ONE-HALF YARD | ONCE | 11 | | \$27.57 | \$3,639 |
| ONE & ONE-HALF YARD | TWICE | 1 | | \$47.74 | \$573 |
| ONE & ONE-HALF YARD | FOUR | 1 | | \$84.87 | \$1,018 |
| TWO YARD (1) | ONCE | 30 | | \$33.94 | \$12,218 |
| TWO YARD(1) | TWICE | 8 | | \$55.16 | \$5,295 |
| TWO YARD(1) | THREE | 2 | | \$76.37 | \$1,833 |
| TWO YARD (2) | ONCE | 1 | | \$103.93 | \$1,247 |
| TWO YARD (3) | TWICE | 3 | | \$148.53 | \$5,347 |
| TWO YARD (3) | THREE | 1 | | \$210.00 | \$2,520 |
| TWO YARD (4) | ONCE | 1 | | \$123.06 | \$1,477 |
| THREE YARD (1) | TWICE | 1 | | \$80.63 | \$968 |
| THREE YARD (1) | FOUR | 1 | | \$80.63 | \$968 |
| FOUR YARD (1) | ONCE | 4 | | \$48.80 | \$2,342 |
| FOUR YARD (1) | TWICE | 2 | | \$93.36 | \$2,241 |
| FOUR YARD (1) | THREE | 1 | | \$129.43 | \$1,553 |
| SIX YARD (2) | ONCE | 1 | | \$103.93 | \$1,247 |
| SIX YARD (1) | TWICE | 1 | | \$103.93 | \$1,247 |
| SIX YARD (1) | THREE | 3 | | \$140.00 | \$5,040 |
| SIX YARD (1) | FOUR | 1 | | \$186.69 | \$2,240 |
| SIX YARD (1) | FOUR | 1 | | \$246.12 | \$2,953 |
| TOTAL RESIDENTIAL | | 1275 | | | \$171,330 |

EXHIBIT C