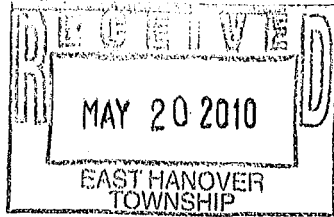


Penn Waste, Inc.
P.O. Box 3066
York, PA 17402
Phone (717) 767-4456
Fax (717) 767-4285

May 18, 2010



East Hanover Township
8848 Jonestown Road
Grantville, PA 17028
Attn: Ms. Deborah Casey

Dear Deb,

Penn Waste has been notified that effective June 1, 2010, disposal rates at the Harrisburg Incinerator are increasing \$1.72/ton for an annual CPI increase. The Dauphin County Disposal Plan mandates that all municipal-like waste be disposed of at the Harrisburg Incinerator. Please see the attached letter documenting the increase from the Harrisburg Authority. As a result of this increase, Penn Waste will need to increase its quarterly rate per home by \$0.42 per quarter. This figure was arrived at by using the township's 2009 tonnage figures of 1438 tons.

In addition, please find attached the Vehicle Fuel Adjustor spreadsheet effective 7/1/10. As prices have increased from last year, the quarterly adjustment will be an additional \$0.61/quarter.

The new quarterly rate for East Hanover Township will be **\$51.39** per quarter effective July 1, 2010.

If you should have any questions, please contact me directly. Penn Waste looks forward to continuing to service the residents of East Hanover Township.

Sincerely,

Ed Ward
Municipal Contract Manager
Penn Waste Inc.

Your Best Local Choice!

www.pennwaste.com