



Kimble Recycling & Disposal, Inc.

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November 5, 2019

Village of Smithville
Paul Alexander
Mayor
207 W. Main Street
Smithville, OH 44677

RE: MOTOR FUEL TAX INCREASE

Dear Mr. Alexander:

On July 1, 2019, the State of Ohio's Transportation Budget (House Bill 62) took effect. The new State Law mandates new motor fuel tax rates for gasoline (38.5 cents per gallon) and diesel (47 cents per gallon), resulting in a 10.5 cent per gallon tax increase for gasoline and a 19 cent per gallon tax increase for diesel. There will also be a five-year phase in to establish a compressed natural gas tax rate at the same level as the diesel rate, starting at 10 cents per gallon.

The purpose of this letter is to inform you of our need to increase the rate for refuse collection service, to account for the increase in the State's motor fuel tax. We have reviewed the fuel costs associated with our collection services, resulting in an increase of \$.48 per house per year, in order to pass along the State's tax increase on a dollar-for-dollar basis. This will go into effect January 1st, 2020. The total cost to your community from this tax increase is estimated at \$215.04.

This mandated government tax increase is beyond our control, and we respectfully request your confirmation of this notification to include this operating cost increase in our next billing cycle.

If you have any questions pertaining to this request, I would be available to meet with you at your convenience. We appreciate the opportunity to serve your residents.

Sincerely,

Julie Monroy