

January 15, 2019

Mr. Stan Hales Executive Director WCCIWMA/RecycleMore 1 Alvarado Square San Pablo, CA 94806

I understand that you are planning to provide your Board with an update on the proposed Joint Exercise of Powers Agreement amendment later this month. Unfortunately, a recent meeting of the five West County City Managers was not able to resolve the issues raised by the City of Richmond.

The purpose of this letter is outline the City of Hercules' current position on the matter.

The City of Hercules remains willing to proceed with the JEPA Amendment as provided for in the City Manager's Framework from August 2018, with possible clarification to the financial provisions upon withdrawal as requested by Richmond. However, we are not able to entertain the proposed JEPA Amendment without the governance changes previously agreed to by the City Managers and as reflected in the August 2018 Framework.

Sincerely,

David Biggs City Manager

xc: Mayor & City Council

and C. BM