



Environmental, Insurance and Security Fee Explanation

Covanta Environmental Solutions (CES) is proud of our environmental performance and we remain committed to conducting business in a manner that preserves our reputation as good environmental stewards. We are also committed to superior operations and providing the industry's best solutions to help our customers achieve their sustainability goals.

As state and federal regulatory compliance requirements continue to increase and new safety and environmental concerns emerge around the country, we find ourselves absorbing rising costs over which we have no control. The majority of these costs result from increased environmental and regulatory compliance, added security requirements, rising insurance costs, increased training, and other fees related to energy and water management activities. Because of the unpredictable nature of many of these expenses, we are unable to work them into our normal fee structure. For your specific EIS fee rate please refer to your proposal.