

CommonWealth

Resource Management Corporation

17 October 2022

The Municipal Review Committee, Inc. (the MRC)
Attn.: Michael Carroll, Executive Director
20 Godfrey Drive, Suite 213
Orono, Maine 04473

RE: Joining Member Assets Managed by the MRC for the Third Quarter of 2022:
Financial Statements and Distributions

Dear Members of the Committee:

CommonWealth Resource Management Corporation (CRMC) herein presents financial statements through the third quarter of 2022 for assets of Joining Members held by the MRC. The Joining Members include 83 municipalities and public entities that entered into Joinder Agreements with the MRC for management of their MSW and related funds and assets on and after April 1, 2018. The assets include a site and related infrastructure in Hampden, Maine (the Site), owned by the MRC on behalf of the Joining Members, which Site had been leased to Coastal Resources of Maine, LLC (Coastal) pursuant to a Restated and Amended Site Lease (the Site Lease). Coastal operated a processing facility on the Site (the Facility) that accepted MSW from the Joining Members in accordance with a Master Waste Supply Agreement between Coastal and the MRC (MWSA), but suspended operations on May 28, 2020. Coastal's lenders subsequently placed the Facility and Coastal's other assets into receivership after Coastal defaulted on its payment and performance obligations.

In August 2022, the MRC closed on the purchase out of receivership of the Facility and related Coastal assets. The net purchase price for the Facility was **\$1,169,346.58**, based on a gross price of \$1.5 million offset by \$330,653.42 in credit for MRC payments of certain expenses. To purchase and own the Facility, the MRC formed a new sole-purpose corporation called Municipal Waste Solutions, LLC (MWS), of which the MRC is currently the sole member and manager. MWS is the successor to Coastal as the counterparty to the MRC of the Site Lease, the MWSA and certain other agreements. The MRC has advanced funds to pay Facility expenses on behalf of MWS. Accordingly, the financial statements provided herein include a balance sheet for the MRC with a basis in MWS of **\$1,219,946.16**, which includes (a) the MRC's net purchase price for the Facility and related assets assigned to MWS; and (b) subsequent MRC advances to pay Facility expenses of **\$50,599.58** on behalf of MWS through the quarter.

As part of the process for completing the purchase, the MRC entered into settlement agreements with multiple lien-holders pursuant to which the MRC agreed to pay a total amount of \$524,264.75 by January 2023. The MRC had made \$30,000 of such payments to lien-holders as of September 30, 2022, with payment of an additional \$24,000 in process as of the end of the quarter.

To re-open the Facility, the MRC plans to sell membership interests in MWS to a private investment group managed by Revere Capital Advisors, LLC (Revere). On September 26, 2022, the MRC and Revere entered into a confidential Term Sheet pursuant to which Revere would purchase a majority of the interests in MWS, manage the re-opening of the Facility and secure financing accordingly. The financial statements provided herein for the MRC do not account for the financial arrangements set forth in the Term Sheet, which are prospective and subject to completion of definitive agreements and financing arrangements.

Regarding the administration of funds, CRMC offers the following recommendations:

1. Distribute **\$127,999.99** to Joining Members to reduce the effective net disposal costs by \$5 per ton for Joining Members that were Equity Charter Municipalities, and by \$3 per ton for those Joining Members that were New Charter Municipalities, per Exhibit B to the Joinder Agreements.
2. Consistent with the MRC Board decision from its public meeting on July 27, 2022, until the MRC cash position improves, defer payments of **\$37,552.97** to reimburse fees not collected in the quarter as a result of current arrangements.
2. Transfer **\$130,000** from the Target Value Reserve Fund (held within the Tip Fee Stabilization Fund) to the Development and Distribution Account (the D and D Account) in order to fund the distribution amount referenced in Item 1 above.
3. Transfer an additional **\$200,000** from the Tip Fee Stabilization Fund to the Contingency Account to prepare for cash flow needs in the upcoming quarter.

The remainder of this letter provides the basis for these recommendations, including

- Financial statements for the MRC Joint Venture with the Joining Members as of October 1, 2022, and prior quarters (Tables 1 and 2).
- Basis for recommended and deferred distributions to Joining Members (Table 3).

MRC quarterly financial statements: balance sheets and statements of Net Position

Table 1 presents balance sheets for the end of the third quarter of 2022 and preceding quarters in a format that reflects financial statements prepared previously by the MRC's auditor, with additional line-items and adjustments to present activity related to the MRC acquisition of Coastal assets from receivership. As shown, as of October 1, 2022, the Joint Venture of the MRC and Joining Members had total assets of **\$5,384,239.07** comprised of the following:

- Balance of **\$46,678.38** in the Development and Distribution Account (the D and D Account, formerly the Custody Account) held at First National Bank (First NB). The D and D Account was used during the quarter to pay distributions to Joining Members, which were funded by a transfer of \$125,000.00 from the Target Value Reserve Fund in the Tip Fee Stabilization Account.

- Accounts Receivable of **\$509,506.88** for tip fees from Joining Members for MSW delivered in the quarter, most of which have been out for less than 30 days.
- Balance of **\$1,360,872.66** in the Tip Fee Stabilization Account, which is managed by First National Wealth Management (affiliated with First NB). The balance was comprised of fixed income assets (US Treasury bills, US agency bond investments funds, commercial bank CDs and \$84,084.87 in cash equivalents) valued at **\$1,356,646.89** and accrued interest of **\$4,225.77**. Withdrawals during the quarter include \$125,000 transferred to the D and D Account to fund distributions, \$200,000 transferred to the Operating Account for administrative expenses per the approved MRC 2022 Operating Budget, and \$200,000 transferred to the Contingency Account to pay for bypass disposal costs and to advance utility and other costs to secure the condition of the Facility.
- Balance of **\$556,701.06** in the Contingency Account (formerly the Operating Budget Stabilization Account), which is held in a liquid money market account at First NB. This account was used in the quarter to pay \$86,438.15 of expenses related to the Facility both directly and through advances on behalf of MWS; to pay \$2,210,217.10 for Joining Member MSW sent to bypass disposal facilities; and to receive tip fees of \$1,971,241.42 from Joining Members. Transfers into the Contingency Account included \$200,000 from the Tip Fee Stabilization Account and \$35,300.00 from the Cash Collateral Account.
- Balance of **\$301,785.66** in the Cash Collateral Agency Account, now held at First NB for the benefit of the MRC. This balance is comprised of fixed income funds and short-term investment funds valued at \$287,890.12; cash and equivalents of \$13,273.26; and \$622.28 of accrued interest. This account was used to pay the purchase price for the Coastal assets net of the escrowed downpayment (\$1,019,346.58) and to transfer \$35,300.00 to the Contingency Account.
- Investment in MWS of **\$1,219,946.16**, which includes (a) the MRC's net purchase price of **\$1,169,346.58** for the Facility and related assets assigned to MWS; and (b) subsequent MRC investment in ongoing expenses of **\$50,599.58**.
- A payment of **\$250,000.00** from Revere for exclusivity per the Term Sheet and a prior letter agreement, which was held in an separate escrow account as of September 30, 2022.
- The Site owned by the MRC improved for development of the Facility, valued at **\$1,138,748.27** as described in prior asset management letters. Although the MRC continues to own the Site, ownership of the access road to the Facility and certain other infrastructure features has been turned over to the Town of Hampden. The value of \$1,138,748.27 is based on full book cost for Site acquisition and improvements net of the book cost of the infrastructure turned over to the Town of Hampden. The MRC has not performed an appraisal of the Site market value, which likely exceeds the book value.

As Table 1 also shows, as of October 1, 2022, the joint venture of the MRC and the Joining Members had liabilities and payables of **\$1,182,173.55** comprised of the following:

- Distributions of **\$121,999.99** and total deferred reimbursements of lost fees of **\$78,992.13** (\$37,552.97 added during the quarter) per Table 3 as described below.
- An adjustment of **\$1,105.75** for checks issued and outstanding as of the end of the quarter.
- Outstanding lien balances at the end of the quarter of **\$494,264.75** (excluding \$24,000 in payment initiated but not completed at the end of the quarter).
- Accrued disposal cost payments of **\$485,810.93** based on disposal fees incurred but not yet paid for bypass MSW delivered for disposal through the end of the quarter.

Accounting for the Total Assets of \$5,384,239.07 and total liabilities and payables of \$1,182,173.55, as of the end of the quarter the MRC had a Net Position for the benefit of Joining Members of **\$4,202,065.52**.

MRC quarterly financial statements: statement of activities and Change in Net Position

Table 2 presents additions (revenues) and deductions (expenditures) of the joint venture for the third quarter of 2022 and preceding quarters. The excess of revenues over expenditures, as adjusted for changes in balance sheet items, is reconciled with the change in the Net Position over each quarter. Table 2 also shows transfers to the MRC Operating Fund. As shown:

- The MRC received revenue of **1,971,241.42** from tip fees for Joining Member MSW delivered and accepted in the quarter.
- The MRC earned **\$17,746.62** in interest and dividends net of bank fees from invested funds in the quarter. Accrued interest decreased by **\$4,329.51**. The market value of investments depreciated by **\$35,953.18** during the quarter, which is attributable to changes in the market valuations of fixed income assets as interest rates fluctuate.
- The MRC paid distributions to Joining Members of **\$105,605.70** in the quarter, including payments from prior quarters that cleared the account in the past quarter.
- The MRC paid disposal costs of **\$2,210,217.10** for disposal of bypassed Joining Member MSW in the quarter.
- The MRC paid expenses of **\$6,750.91** to secure the Facility prior to closing on ownership.
- The MRC made payments of **\$30,000** for liens and initiated payments of an additional \$24,000.
- The MRC transferred a net amount of **\$48,796.70** to the Operating Fund during the quarter based on a transfer of \$50,000.00 offset by an adjustment to recognize use of the Operating Fund to pay an expense of \$1,203.30 on behalf of MWS.

Accounting for the excess of additions over deductions and adjusting for payment lags due to accounts payable and receivable and non-cash items, the MRC experienced a Change in Position that was a net reduction of **\$602,169.56** in the quarter.

Distributions and transfers

Table 3 shows the basis for the distributions proposed for payment to the Joining Members for the past quarter as follows:

- **\$121,999.99** for distribution to Joining Members to reduce the effective net disposal costs by \$5 per ton for those Joining Members that were Equity Charter Municipalities and by \$3 per ton for those Joining Members that were New Charter Municipalities and for the Town of Oakland. In the Joinder Agreements, Exhibit B, Section 2(c), the MRC is obligated to make such distribution payments in the first 36 months after the Commercial Operation Date (November 2019 through October 2022). Accordingly, the last such payment would be made in the first quarter of 2023 for tons delivered in October 2022.
- **\$37,552.97** for payment to the Cities of Bangor and Brewer and the Towns of Hampden and Orono, for per-ton distributions and budgeted fees not collected as a consequence of interim transportation arrangements that continued during the quarter. Consistent with the Board precedent set in the previous quarter, CRMC recommends that this payment be deferred until the MRC cash position improves.

To fund these payments, CRMC recommends that the MRC transfer **\$125,000** from the Target Value Reserve Fund (held within the Tip Fee Stabilization Fund) to the D and D Account. In the period since the Commercial Operation Date of November 1, 2019, which began the 36-month distribution period, if the recommended distribution is approved, MRC will have distributed \$1,604,911.93 including the distribution recommended herein, and will have deferred distribution of an additional \$78,992.13.

To continue to fund the costs of bypass disposal and to secure the condition of the Facility, CRMC recommends that the MRC transfer an additional **\$200,000** from the Tip Fee Stabilization Fund to the Contingency Account (formerly the Operating Budget Stabilization Account) at this time.

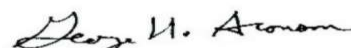
Reserve fund requirements and resources

As of October 1, 2022, the status of the requirements for reserve funds in Exhibit B, Section 2 of the Joinder Agreements is described below:

| Reserve fund requirement | Resources |
|---|---|
| \$5.0 million for actual expenditures for acquisition of the site and development of related infrastructure | Satisfied by expenditures in 2016 and 2017 |
| \$1.167 million as the Closure Reserve Fund | Satisfied by funding expenditures from the Operating Fund |
| \$3.0 million for the Delivery Sufficiency Reserve Fund | Minimum balance requirement waived by MWS as successor to Coastal. The MRC anticipates removing this requirement by amendments to the Site Lease and Master Waste Supply |
| Up to \$7.0 million as the Building Reserve | Minimum balance requirement waived by MWS as successor to Coastal. The MRC anticipates removing this requirement by amendments to the Site Lease and Master Waste Supply Agreements. |
| \$1.0 million for Bridge Waste transportation costs held in Tip Fee Stabilization Fund and D and D Account | The cost reimbursement period ended for the MRC at the Commercial Operation Date. The remaining funds are now included in the Target Value Reserve Fund. |
| Target Value Reserve Fund | <p>\$125,000.00 transfer recommended in 3Q 2022 Obligation will be completed after October 2022.</p> <p>\$1,604,911.93 distributed or recommended for distribution since Commercial Operation Date.</p> |
| Unrestricted fund balance in the Tip Fee Stabilization and D and D Accounts | <p>\$1,360,872.66 in the Tip Fee Stabilization Account <u>46,678.38</u> in the D and D Account \$1,407,551.04 subtotal (\$ 125,000.00) recommended transfer 2Q 2022 <u>(\$ 42,000.00) reserved for the last distribution</u> \$1,240,551.04 remaining unrestricted balance</p> |

If you have any further questions, please feel free to contact me.

Sincerely,



George H. Aronson, Principal

Attachments: Tables 1 through 3

| Table 1 | | | | | | | | | | |
|--|---|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Joint Venture of the Joining Members of the Municipal Review Committee, Inc. | | | | | | | | | | |
| Governmental Funds Balance Sheet / Statement of Net Position | | | | | | | | | | |
| Quarterly Basis through 3Q 2022, adjusted for audit through 4Q 2020 | | | | | | | | | | |
| | | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| | Notes | | 1-Oct-22 | 1-Jul-22 | 1-Apr-22 | 1-Jan-22 | 1-Oct-21 | 1-Jul-21 | 1-Apr-21 | 1-Jan-21 |
| ASSETS | | | | | | | | | | |
| Cash and cash equivalents | | | | | | | | | | |
| D and D Account (First National Bank) | | | 46,678.38 | 27,210.99 | 26,153.79 | 22,045.91 | 21,391.94 | 25,977.36 | 28,876.23 | 9,339.90 |
| Custody Account (Bangor Savings Bank) | 1 | | | | | | | | | 233.07 |
| Accounts Receivable | | | | | | | | | | |
| Tip Fees receivable for Joining Members MSW | 2 | | 509,506.88 | 478,186.49 | 410,993.91 | 134,265.96 | 579,625.56 | 339,053.45 | 532,067.06 | 688,938.00 |
| Reimbursements receivable for Facility costs | | | | | | - | 9,739.95 | 7,050.79 | - | 15,342.04 |
| Investments | | | | | | | | | | |
| Tip Fee Stabilization Fund | | | | | | | | | | |
| Account balance (at First National Wealth Management) | 3 | | 1,356,646.89 | 1,763,281.46 | 3,102,531.60 | 3,809,371.05 | 4,411,548.86 | 5,055,927.52 | 5,237,748.51 | 5,520,157.59 |
| Accrued income | 3 | | 4,225.77 | 6,293.81 | 7,633.70 | 5,441.64 | 14,092.99 | 12,319.58 | 9,207.90 | 19,715.64 |
| Contingency Account (First National Bank WM) | | | 556,701.06 | 646,592.23 | 91,328.85 | 269,574.05 | 239,770.80 | 335,570.69 | 286,756.15 | 438,527.50 |
| Cash Collateral Account/Delivery Sufficiency Fund | | | | | | | | | | |
| Account balance (at First National Wealth Management) | 3 | | 301,163.38 | 1,342,677.70 | 1,459,237.80 | 1,526,807.27 | 1,527,500.89 | 1,525,331.01 | 1,506,803.43 | 1,532,869.71 |
| Accrued income (at First National Wealth Management) | 3 | | 622.28 | 2,883.75 | 2,223.44 | 498.25 | 3,506.95 | 2,323.74 | 1,131.13 | 1,088.33 |
| Funds in escrow to purchase the Coastal assets | 4 | | - | 150,000.00 | | | | | | |
| Investment in MWS LLC | | | | | | | | | | |
| Acquisition cost for the Facility and Coastal assets | 5 | | 1,169,346.58 | | | | | | | |
| Advances for expenses after purchase | 5 | | 50,599.58 | | | | | | | |
| Exclusivity deposit | 6 | | 250,000.00 | | | | | | | |
| Value of Hampden site and infrastructure | 7 | | 1,138,748.27 | 1,138,748.27 | 1,138,748.27 | 1,138,748.27 | 1,138,748.27 | 1,138,748.27 | 1,138,748.27 | 1,138,748.27 |
| TOTAL ASSETS | | | 5,384,239.07 | 5,555,874.70 | 6,238,851.36 | 6,906,752.40 | 7,945,926.21 | 8,442,302.41 | 8,741,338.68 | 9,364,960.05 |
| LIABILITIES AND NET POSITION | | | | | | | | | | |
| Liabilities | | | | | | | | | | |
| Distribution payable to Joining Members, current quarter | 8 | | 121,999.99 | 105,773.76 | 123,932.79 | 146,036.62 | 167,311.84 | 151,651.68 | 126,636.89 | 149,421.48 |
| Payments to Joining Members deferred | 9 | | 78,992.13 | 41,439.16 | | | | | | |
| Other payables | 10 | | 495,370.50 | 310.94 | 310.94 | 367.45 | 2,087.90 | 8,142.30 | 2,366.40 | |
| Costs payable to disposal facilities for Joining Member MSW | 11 | | 485,810.93 | 604,115.76 | 105,987.59 | 583,783.09 | 152,213.75 | 538,431.07 | 489,450.13 | 645,642.37 |
| Statement of Net Position held for the benefit of Joining Members | | | 4,202,065.52 | 4,804,235.08 | 6,008,620.04 | 6,176,565.24 | 7,624,312.72 | 7,744,077.36 | 8,122,885.26 | 8,569,896.20 |
| TOTAL LIABILITIES AND NET POSITION | | | 5,384,239.07 | 5,555,874.70 | 6,238,851.36 | 6,906,752.40 | 7,945,926.21 | 8,442,302.41 | 8,741,338.68 | 9,364,960.05 |
| NOTES | | | | | | | | | | |
| 1 | Custody Account at Bangor Savings Bank closed in 1Q 2021. Funds transferred to First National Bank. | | | | | | | | | |
| 2 | Receivable for tonnage delivered for disposal through end of quarter. | | | | | | | | | |
| 3 | Assets include investments valued at market value. Accrued income stated separately. | | | | | | | | | |
| 4 | Funds placed in escrow to purchase the Hampden Facility and related assets from receivership. Applied to purchase on August 9, 2022. | | | | | | | | | |
| 5 | Net purchase price paid on August 9, 2022. Expenses include payments for operations (but not for liens or bypass disposal) on or after August 9, 2022, from funds advanced from MRC accounts. | | | | | | | | | |
| 6 | Deposit nonrefundable per Term Sheet dated September 26, 2022. | | | | | | | | | |
| 7 | Value includes the booked cost of Site acquisition and development, net of booked cost of access road transferred to the Town of Hampden. The Site market value has not been appraised independently. | | | | | | | | | |
| 8 | Cash payable to Joining Members in subsequent quarter per the Joinder Agreements. | | | | | | | | | |
| 9 | Cumulative reimbursements for lost fees deferred starting 2Q 2022. | | | | | | | | | |
| 10 | Checks not yet not cleared | | | | | | | | | |
| | Liens on assets from receivership unpaid or uncleared as of end of quarter. | | | | | | | | | |
| 11 | Bypass disposal costs unpaid for tons delivered by end of quarter | | | | | | | | | |
| | | | 1,182,173.55 | 751,639.62 | | | | | | |

Table 2
Joint Venture of the Joining Members of the Municipal Review Committee, Inc.
Statement of Governmental Fund Revenues, Expenditures and
Changes in Fund Balance/Statement of Activities
Quarterly basis through 3Q 2022, audited through 4Q 2020

| | Period from to | Unaudited 3Q 2022 1-Jul-22 1-Oct-22 | Unaudited 2Q 2022 1-Apr-22 1-Jul-22 | Unaudited 1Q 2022 1-Jan-22 1-Apr-22 | Unaudited 4Q 2021 1-Oct-21 1-Jan-22 | Unaudited 3Q 2021 1-Jul-21 1-Oct-21 | Unaudited 2Q 2021 1-Apr-21 1-Jul-21 | Unaudited 1Q 2021 1-Jan-21 1-Apr-21 |
|--|----------------------|--|--|--|--|--|--|--|
| ADDITIONS (revenue) | | | | | | | | |
| Revenue from operations | | | | | | | | |
| Tip fees received from Joining Members MSW | | 1,971,241.42 | 1,730,280.49 | 1,476,993.66 | 1,619,522.91 | 2,019,256.49 | 1,586,077.79 | 1,454,403.87 |
| Reimbursements received for Facility costs | | - | - | - | - | 5,659.20 | 17,483.80 | 53,788.40 |
| Revenue from investments | | | | | | | | |
| Interest and dividend income net of fees | | | | | | | | |
| D and D (Custody) Account | | 73.09 | 53.49 | 83.31 | 54.92 | (192.13) | 12.91 | (214.78) |
| Tip Fee Stabilization Fund - net earnings | | 12,282.63 | 11,776.07 | 6,776.75 | 54,367.38 | 20,801.61 | 16,482.05 | 34,922.67 |
| Tip Fee Stabilization Fund - change to accrued income | | (2,068.04) | (1,339.89) | 2,192.06 | (8,651.35) | 1,773.41 | 3,111.68 | (10,507.74) |
| Tip Fee Stabilization Fund - appreciation (depreciation) | | (43,917.20) | (89,026.21) | (113,616.20) | (55,933.19) | (15,180.27) | 26,696.96 | (77,331.75) |
| Contingency Account (Op Budget Stab) - net earnings | | 222.66 | 93.18 | (61.34) | 125.98 | 197.65 | 157.77 | 51.65 |
| Cash Collateral Account - net earnings | | 5,168.24 | 7,622.88 | 4,589.20 | 23,390.56 | 6,540.17 | 5,501.19 | 8,355.56 |
| Cash Collateral Account - change to accrued income | | (2,261.47) | 660.31 | 1,725.19 | (3,008.70) | 1,183.21 | 1,192.61 | 42.80 |
| Cash Collateral Account - appreciation (depreciation) | | 7,964.02 | (60,466.88) | (72,158.67) | (24,084.18) | (4,370.29) | 13,026.39 | (34,421.84) |
| TOTAL REVENUE (ADDITIONS) | | 1,948,705.35 | 1,599,653.44 | 1,306,523.96 | 1,605,784.33 | 2,035,669.05 | 1,669,743.15 | 1,429,088.84 |
| DEDUCTIONS (expenditures) | | | | | | | | |
| Joining Member cash payments | | 105,605.70 | 123,516.93 | 145,624.53 | 169,400.95 | 156,275.01 | 120,860.99 | 196,678.44 |
| Distributions/adjustments to members | | | | | | | | (59,305.30) |
| Disposal costs paid for Joining Member MSW | | 2,210,217.10 | 1,547,699.39 | 1,883,655.13 | 1,734,016.80 | 2,451,872.69 | 1,610,359.09 | 1,575,912.78 |
| Expenses paid to secure the Facility (pre-acquisition) | | 6,750.91 | 342,544.76 | 105,126.93 | 25,850.13 | 13,517.43 | 45,292.38 | 46,764.88 |
| Advances for post-acquisition expenses (liens) | | 30,000.00 | | | | | | |
| Transfers to Operating Fund | | 48,796.70 | 335,345.50 | 116,746.36 | 260,590.71 | 153,641.39 | 6,304.14 | 120,446.43 |
| TOTAL EXPENDITURES (DEDUCTIONS) | | 2,401,370.41 | 2,349,106.58 | 2,251,152.95 | 2,189,858.59 | 2,775,306.52 | 1,782,816.60 | 1,880,497.23 |
| EXCESS OF ADDITIONS OVER DEDUCTIONS | | (452,665.06) | (749,453.14) | (944,628.99) | (584,074.26) | (739,637.47) | (113,073.45) | (451,408.39) |
| ADJUSTMENTS | | | | | | | | |
| Exclusivity deposit | | 250,000.00 | | | | | | |
| Change in cash payable to Joining Members | | (16,226.23) | 18,159.03 | 22,103.83 | 21,275.22 | (15,660.16) | (25,014.79) | 22,784.59 |
| Change in cash payments deferred | | (37,552.97) | (41,439.16) | | | | | |
| Change in other payables | | (495,059.56) | - | 56.51 | 1,720.45 | 6,054.40 | (5,775.90) | (2,366.40) |
| Change in disposal costs payable | | 118,304.83 | (498,128.17) | 477,795.50 | (431,569.34) | 386,217.32 | (48,980.94) | 156,192.24 |
| Other adjustment (dues transfer, etc.) | | (290.96) | (716.10) | - | (9,739.95) | 2,689.16 | 7,050.79 | (15,342.04) |
| Change in JM tip fees receivable | | 31,320.39 | 67,192.58 | 276,727.95 | (445,359.60) | 240,572.11 | (193,013.61) | (156,870.94) |
| Total adjustments | | (149,504.50) | (454,931.82) | 776,683.79 | (863,673.22) | 619,872.83 | (265,734.45) | 4,397.45 |
| Adjusted Excess of Additions over Deductions | | (602,169.56) | (1,204,384.96) | (167,945.20) | (1,447,747.48) | (119,764.64) | (378,807.90) | (447,010.94) |
| CHANGE IN NET POSITION | | | | | | | | |
| End of period | | 4,202,065.52 | 4,804,235.08 | 6,008,620.04 | 6,176,565.24 | 7,624,312.72 | 7,744,077.36 | 8,122,885.26 |
| Start of period | | 4,804,235.08 | 6,008,620.04 | 6,176,565.24 | 7,624,312.72 | 7,744,077.36 | 8,122,885.26 | 8,569,896.20 |
| Change in Net Position over Period | | (602,169.56) | (1,204,384.96) | (167,945.20) | (1,447,747.48) | (119,764.64) | (378,807.90) | (447,010.94) |
| | | - | - | - | - | - | - | - |

| Table 3 | | | | | | | | | | | | |
|--|--------|------------|---------------|----------|----------|-------------|----------|---------|--------------|--------------------------|----------------|----------------|
| MRC Distributions to Joining Members per Joinder Agreements, Exhibit B, Section 2(c) | | | | | | | | | | | | |
| Joining Members | EDA | Equity/New | Tons by month | | | Tonnage | Tonnage | Rate | Distribution | Distribution adjustments | Adjusted total | Tip Fee @ |
| | | | Jul-22 | Aug-22 | Sep-22 | Adjustments | Total | | | | | \$2.21 per ton |
| Abbott | 140 | New | 29.03 | 17.07 | 16.40 | | 62.50 | \$ 3.00 | 187.50 | | 187.50 | |
| Albion | 900 | Equity | 69.20 | 79.76 | 69.87 | | 218.83 | \$ 5.00 | 1,094.15 | | 1,094.15 | |
| Alton | 290 | Equity | 24.41 | 32.14 | 26.38 | | 82.93 | \$ 5.00 | 414.65 | | 414.65 | |
| Piscataquis Co (Atkinson) | 131 | Equity | 9.91 | 10.03 | 10.61 | (12.71) | 17.84 | \$ 5.00 | 89.20 | | 89.20 | |
| Bangor | 28,000 | Equity | 910.28 | 1,061.86 | 1,022.53 | | 2,994.67 | \$ 5.00 | 14,973.35 | | 14,973.35 | |
| Bar Harbor | 5,056 | Equity | 692.45 | 737.14 | 676.62 | | 2,106.21 | \$ 5.00 | 10,531.05 | | 10,531.05 | |
| Belfast | 700 | New | 59.73 | 73.32 | 55.02 | | 188.07 | \$ 3.00 | 564.21 | | 564.21 | |
| Blue Hill/Surry | 4,000 | Equity | 446.88 | 472.97 | 434.85 | | 1,354.70 | \$ 5.00 | 6,773.50 | | 6,773.50 | |
| Boothbay Region | 4,500 | Equity | 591.80 | 628.68 | 524.72 | | 1,745.20 | \$ 5.00 | 8,726.00 | | 8,726.00 | |
| Bowerbank | 33 | New | 4.13 | 4.18 | 4.42 | 6.70 | 19.43 | \$ 3.00 | 58.29 | | 58.29 | |
| Bradley | 400 | Equity | 38.82 | 40.73 | 51.61 | | 131.16 | \$ 5.00 | 655.80 | | 655.80 | |
| Brewer | 5,275 | Equity | 265.81 | 334.53 | 284.21 | (3.63) | 880.92 | \$ 5.00 | 4,404.60 | | 4,404.60 | |
| Brooks | 417 | Equity | 27.58 | 25.64 | 26.83 | | 80.05 | \$ 5.00 | 400.25 | | 400.25 | |
| Brownville | 575 | Equity | 51.23 | 53.11 | 62.83 | | 167.17 | \$ 5.00 | 835.85 | | 835.85 | |
| Bucksport | 1,000 | Equity | 89.99 | 114.24 | 85.81 | | 290.04 | \$ 5.00 | 1,450.20 | | 1,450.20 | |
| Burlington/Lowell | 260 | Non | 39.17 | 46.28 | 41.03 | | 126.48 | \$ - | - | | - | \$279.52 |
| Carmel | 1,150 | Equity | 99.48 | 126.09 | 99.64 | | 325.21 | \$ 5.00 | 1,626.05 | | 1,626.05 | |
| Castine | 200 | New | 23.14 | 28.78 | 20.73 | | 72.65 | \$ 3.00 | 217.95 | | 217.95 | |
| Central Penobscot | 2,500 | Equity | 215.45 | 222.10 | 255.70 | | 693.25 | \$ 5.00 | 3,466.25 | | 3,466.25 | |
| Cherryfield | 478 | New | 29.25 | 30.09 | 14.82 | | 74.16 | \$ 3.00 | 222.48 | | 222.48 | |
| Chester | 414 | New | 31.16 | 40.33 | 32.70 | | 104.19 | \$ 3.00 | 312.57 | | 312.57 | |
| China | 996 | Equity | 153.31 | 132.66 | 126.29 | | 412.26 | \$ 5.00 | 2,061.30 | | 2,061.30 | |
| Clifton | 435 | Equity | 37.07 | 28.62 | 22.35 | | 88.04 | \$ 5.00 | 440.20 | | 440.20 | |
| County of Aroostook | 23 | New | - | - | - | | - | \$ 3.00 | - | | - | |
| County of Piscataquis | 34 | New | 15.70 | 18.90 | 15.17 | (16.47) | 33.30 | \$ 3.00 | 99.90 | | 99.90 | |
| Cranberry Isle | 50 | New | 12.26 | 23.06 | 12.33 | | 47.65 | \$ 3.00 | 142.95 | | 142.95 | |
| Dedham | 350 | Equity | 40.46 | 41.90 | 32.32 | | 114.68 | \$ 5.00 | 573.40 | | 573.40 | |
| Dixmont | 153 | New | 27.51 | 24.53 | 22.02 | | 74.06 | \$ 3.00 | 222.18 | | 222.18 | |
| Dover - Foxcroft | 2,200 | Equity | 211.28 | 213.91 | 226.28 | 9.10 | 660.57 | \$ 5.00 | 3,302.85 | | 3,302.85 | |
| Eddington | 864 | Equity | 68.14 | 83.72 | 82.49 | | 234.35 | \$ 5.00 | 1,171.75 | | 1,171.75 | |
| Franklin | 197 | New | 23.21 | 37.03 | 25.56 | | 85.80 | \$ 3.00 | 257.40 | | 257.40 | |
| Freedom | 115 | New | 10.02 | 10.25 | 17.50 | | 37.77 | \$ 3.00 | 113.31 | | 113.31 | |
| Frenchboro | 18 | Non | 2.11 | 2.86 | 3.96 | | 8.93 | | - | | - | \$19.74 |
| Garland | 215 | New | 14.42 | 18.38 | 16.18 | | 48.98 | \$ 3.00 | 146.94 | | 146.94 | |
| Guilford | 1,256 | Equity | 115.99 | 151.59 | 176.30 | | 443.88 | \$ 5.00 | 2,219.40 | | 2,219.40 | |
| Hampden | 3,400 | Equity | 198.17 | 228.43 | 190.66 | (6.57) | 610.69 | \$ 5.00 | 3,053.45 | | 3,053.45 | |
| Holden | 966 | Equity | 28.71 | 71.28 | 73.67 | | 173.66 | \$ 5.00 | 868.30 | | 868.30 | |
| Hudson | 146 | New | 49.19 | 44.50 | 46.47 | | 140.16 | \$ 3.00 | 420.48 | | 420.48 | |
| Knox | 410 | New | 14.98 | 7.67 | 14.50 | | 37.15 | \$ 3.00 | 111.45 | | 111.45 | |
| Lee | 447 | Equity | 42.91 | 44.14 | 35.14 | | 122.19 | \$ 5.00 | 610.95 | | 610.95 | |
| Levant | 1,000 | Equity | 75.23 | 94.69 | 82.61 | | 252.53 | \$ 5.00 | 1,262.65 | | 1,262.65 | |
| Lucern | 301 | Equity | 33.11 | 34.29 | 26.44 | | 93.84 | \$ 5.00 | 469.20 | | 469.20 | |
| Mariaville | 142 | Equity | 15.86 | 12.00 | 21.40 | | 49.26 | \$ 5.00 | 246.30 | | 246.30 | |
| Mattawamkeag | 312 | Equity | 26.68 | 26.03 | 35.58 | | 88.29 | \$ 5.00 | 441.45 | | 441.45 | |

| Table 3 | | | | | | | | | | | | |
|--|---------|------------|---------------|----------|-----------|-------------|-----------|---------|--------------|--------------|------------|-----------|
| MRC Distributions to Joining Members per Joinder Agreements, Exhibit B, Section 2(c) | | | | | | | | | | | | |
| Joining Members | EDA | Equity/New | Tons by month | | | Tonnage | Tonnage | | | Distribution | Adjusted | Tip Fee @ |
| | | | Jul-22 | Aug-22 | Sep-22 | Adjustments | Total | Rate | Distribution | adjustments | total | \$2.21 |
| Mid-Maine SWD Group | 4,283 | Equity | 388.33 | 507.51 | 590.23 | | 1,486.07 | \$ 5.00 | 7,430.35 | | 7,430.35 | |
| Millinocket | 2,100 | Equity | 276.24 | 338.13 | 263.75 | | 878.12 | \$ 5.00 | 4,390.60 | | 4,390.60 | |
| Milo | 1,300 | Equity | 111.42 | 128.59 | 134.30 | | 374.31 | \$ 5.00 | 1,871.55 | | 1,871.55 | |
| Monson | 200 | Equity | 24.72 | 36.14 | 23.90 | | 84.76 | \$ 5.00 | 423.80 | | 423.80 | |
| Montville | 109 | New | | 13.19 | 12.19 | | 25.38 | \$ 3.00 | 76.14 | | 76.14 | |
| Mount Desert | 1,600 | Equity | 274.09 | 315.17 | 223.32 | | 812.58 | \$ 5.00 | 4,062.90 | | 4,062.90 | |
| Northern Katahdin | 1,150 | New | 113.05 | 97.67 | 118.05 | | 328.77 | \$ 3.00 | 986.31 | | 986.31 | |
| Oakland | 1,750 | New | 207.30 | 227.70 | 228.47 | | 663.47 | \$ 3.00 | 1,990.41 | - | 1,990.41 | |
| Orono | 3,750 | Equity | 196.37 | 199.14 | 262.83 | | 658.34 | \$ 5.00 | 3,291.70 | | 3,291.70 | |
| Otis | 186 | Equity | 17.59 | 39.90 | 23.85 | | 81.34 | \$ 5.00 | 406.70 | | 406.70 | |
| Palmyra | 850 | Equity | 64.88 | 67.56 | 86.44 | | 218.88 | \$ 5.00 | 1,094.40 | | 1,094.40 | |
| Parkman | 150 | Equity | 31.25 | 20.60 | 17.15 | | 69.00 | \$ 5.00 | 345.00 | | 345.00 | |
| Pleasant River SWD | 300 | Equity | 13.31 | 11.68 | 30.13 | | 55.12 | \$ 5.00 | 275.60 | | 275.60 | |
| Sangerville | 623 | Equity | | | | | - | \$ 5.00 | - | | - | |
| Searsmont | 180 | New | 13.97 | 17.30 | 9.88 | | 41.15 | \$ 3.00 | 123.45 | | 123.45 | |
| Sebec | 195 | New | 20.21 | 20.46 | 21.64 | 13.38 | 75.69 | \$ 3.00 | 227.07 | | 227.07 | |
| Sherman | 650 | New | 77.22 | 64.95 | 78.82 | | 220.99 | \$ 3.00 | 662.97 | | 662.97 | |
| Sorrento | 62 | New | 7.97 | 8.36 | 13.01 | | 29.34 | \$ 3.00 | 88.02 | | 88.02 | |
| Springfield | 105 | New | 43.70 | 9.07 | 24.73 | | 77.50 | \$ 3.00 | 232.50 | | 232.50 | |
| Steuben | 640 | Equity | 43.12 | 79.61 | 30.62 | | 153.35 | \$ 5.00 | 766.75 | | 766.75 | |
| Sullivan | 125 | New | - | 14.58 | 15.79 | | 30.37 | \$ 3.00 | 91.11 | | 91.11 | |
| SW Harbor | 1,768 | Equity | 227.27 | 247.30 | 215.87 | | 690.44 | \$ 5.00 | 3,452.20 | | 3,452.20 | |
| Swan's Island | 130 | New | 22.27 | 21.99 | 23.30 | | 67.56 | \$ 3.00 | 202.68 | | 202.68 | |
| Thorndike | 150 | Equity | 12.28 | 14.42 | 13.27 | | 39.97 | \$ 5.00 | 199.85 | | 199.85 | |
| Tremont | 900 | Equity | 112.81 | 128.73 | 104.00 | | 345.54 | \$ 5.00 | 1,727.70 | | 1,727.70 | |
| Trenton | 1,240 | Equity | 136.76 | 165.93 | 141.45 | | 444.14 | \$ 5.00 | 2,220.70 | | 2,220.70 | |
| Troy | 120 | Equity | 18.93 | 21.67 | 18.44 | | 59.04 | \$ 5.00 | 295.20 | | 295.20 | |
| Union River | 375 | Equity | 37.45 | 30.10 | 38.78 | | 106.33 | \$ 5.00 | 531.65 | | 531.65 | |
| Unity | 927 | Equity | 54.38 | 67.51 | 66.14 | | 188.03 | \$ 5.00 | 940.15 | | 940.15 | |
| Vassalboro | 1,300 | Equity | 134.45 | 130.65 | 139.31 | | 404.41 | \$ 5.00 | 2,022.05 | | 2,022.05 | |
| Verona Island | 300 | Equity | 24.00 | 23.95 | 30.00 | | 77.95 | \$ 5.00 | 389.75 | | 389.75 | |
| Waldoboro Group | 2,646 | Equity | 271.38 | 318.09 | 254.58 | | 844.05 | \$ 5.00 | 4,220.25 | | 4,220.25 | |
| Wiscasset | 1,700 | New | 167.45 | 212.15 | 193.99 | | 573.59 | \$ 3.00 | 1,720.77 | | 1,720.77 | |
| Unassigned | 102,313 | | 8,109.39 | 9,129.31 | 8,570.78 | (10.20) | 25,799.28 | | 121,999.99 | - | 121,999.99 | \$ 299.26 |
| Total | 102,513 | | | | 25,809.48 | | | | | | | |