

CAMDEN COUNTY
BOARD OF COMMISSIONERS

ANNUAL FINANCIAL ASSURANCES REPORT
For Fiscal Year Ending June 30, 2010



Georgia Department of Natural Resources

Environmental Protection Division
Solid Waste Management Program
4244 International Parkway, Suite 104, Atlanta, Georgia 30354
Mark Williams, Commissioner
F. Allen Barnes, Director
404/362-2692

February 18, 2011

Honorable David L. Rainer, Chairman
Camden County Board of Commissioners
P.O. Box 99
Woodbine, Georgia 31569

SUBJECT: Camden Co-SR 110, PH 1 (cells 1&2), PH 2 (stages 1-5), MSWL
Permit: 020-017D(SL)
Camden Co-SR 110, C&D/Ind. Waste, Permit: 020-019D(C&D)
Landfill Financial Assurance Mechanism for Fiscal Year 2010

Dear Chairman Rainer:

The Georgia Environmental Protection Division (EPD) has completed a review of the 2010 landfill financial assurance test mechanism submitted by your government. Based on the financial assurance mechanism, Camden County is in compliance for landfill closure and post-closure care financial assurance requirements for its 2010 fiscal year.

Please note that Camden County must submit a new financial assurance mechanism by December 30, 2011. A copy of this letter is to be placed in the operating record file of the permitted solid waste disposal facilities.

If you have any questions, please contact me at (404) 362-4520.

Sincerely,

Billy Cox
Environmental Engineer
Municipal Solid Waste Unit

S:\Land\DATA\Financial Assurance\Camden Co\FA - Camden County Landfills Approved 2010.doc

cc: Jeff Cown, Melanie Henry, P.E., GA EPD-w/o attachments
Coastal District-Brunswick; GA EPD-w/o attachments
Michael Fender; Camden County-by e-mail with attachments
Mark Hardison; CPA for Camden Co-by e-mail with attachments
File: 020-017D(SL), 020-019D(C&D), (Closure)

Honorable David L. Rainer, Chairman
Camden County Board of Commissioners
P.O. Box 99
Woodbine, Georgia 31569

Michael Fender, Finance Director
912-576-5601

mfender@co.camden.ga.us

Mr. Lannie Brant, Solid Waste Director
Camden County
912-534-5972

swma06@yahoo.com

Mark O. Hardison, CPA
Clifton, Lipford, Hardison & Parker, LLC
Certified Public Accounts
468 South Houston Lake Road
Warner Robins, Georgia 31088
478-953-0125

mark@clhp.com

Robert Brown, PE
Atlantic Coast Consulting, Inc.

GA EPD Coastal District-Brunswick



Board of County Commissioners

Office of Finance and Budget

P.O. Box 99/200 East 4th Street • Woodbine, GA 31569

Phone: (912) 576.6682 • Fax: (912) 576.1866 • www.co.camden.ga.us

February 3, 2011

Mr. Mike Kemp
Georgia Environmental Protection Division
Solid Waste Management Program
4244 International Parkway, Suite 104
Atlanta, GA 30354

Re: Financial Assurance Requirements for :
State Route 110 Landfill, opened 09/01/92, Permit # - 020-017D(MSWL)
C & D Landfill, opened 07/14/03, Permit # - 020-019D(C&D)

Dear Mr. Kemp,

I am writing on behalf of Camden County, Georgia with respect to the Financial Assurance Requirements for Solid Waste Handling and Processing Facilities effective April 9, 1997. The audit firm of Clifton, Lipford, Hardison, & Parker, LLC applied the necessary financial tests to ensure that we are in compliance with the financial assurance requirements. These tests were applied based on the Comprehensive Annual Financial Report (CAFR) for Camden County, Georgia, fiscal year ended June 30, 2010. A copy of this report is enclosed.

The financial statements for Camden County, Georgia are prepared in conformity with Generally Accepted Accounting Principals for governments. Camden County has not had an operating deficit of 5% or more in each of the past two consecutive fiscal years. We are not in default on any outstanding general obligation bonds, nor do we have any outstanding general obligation bonds that are rated less than investment grade.

The assured costs related to the Camden County Landfill are identified in both the annual operating budget and in the audited financial statements. For costs assured for closure and post-closure care, Camden County is in conformance with Governmental Accounting Standards Board Statement 18.

"Georgia's Coastal Community of Choice"

STEVE L. HOWARD
County Administrator

O. BRENT GREEN
County Attorney

WILLIS R. KEENE JR.
Commissioner, District 1

CHUCK CLARK
Commissioner, District 2

JIMMY STARLINE
Commissioner, District 3

GARY BLOUNT
Commissioner, District 4

DAVID L. RAINER
Commissioner District 5

Please refer to Note 12 on page D-35 & D-36 of the financial statements of the CAFR for compliance with the public notice component of the financial assurance tests. As of June 30, 2010, assured costs were 18.1% of total revenues which meets the requirements of the relative financial strength ratio.

A copy of this letter, the letter from Clifton, Lipford, Hardison, & Parker, LLC regarding the financial assurance of the Camden County Landfill Facilities, the financial assurance tests applied with the results, and the CAFR will all be maintained in the operating records of the Camden County Landfill Facilities. If you have any questions, please do not hesitate to call me at (912) 576-6682.

Respectfully,



Michael J. Fender
Director of Finance & Budget

Cc: County Administrator
Solid Waste Director (110 site)
Assistant Solid Waste Director (C & D site)

Enclosed with this report are the following attachments:

Original Letter

Certification:

Calculation of Assured Cost

Basic Numbers

Auditor's Letters

"Georgia's Coastal Community of Choice"

STEVE L. HOWARD
County Administrator

O. BRENT GREEN
County Attorney

WILLIS R. KEENE JR.
Commissioner, District 1

CHUCK CLARK
Commissioner, District 2

JIMMY STARLINE
Commissioner, District 3

GARY BLOUNT
Commissioner, District 4

DAVID L. RAINER
Commissioner District 5

Facility Name: Camden Co-SR 110, PH 1 (cells 1&2), PH 2 (stages 1-5), MSWL

Permit: 020-017D(MSWL)

Base Year for Calculation of Costs: 6/4/2001

Closure Cost: \$5,747,100.00

Fiscal Year Ends: 6/30

EPD Eng: Billy Cox

Date of Calculation: 9/13/2006

Fiscal Year	Amount	Inflation Factor	Year Cost Estimate
2001			\$5,747,100.00
2002	\$5,747,100.00	1.020	\$5,862,042.00
2003	\$5,862,042.00	1.010	\$5,920,662.42
2004	\$5,920,662.42	1.015	\$6,009,472.36
2005	\$6,009,472.36	1.020	\$6,129,661.80
2006	\$6,129,661.80	1.028	\$6,301,292.33
2007	\$6,301,292.33	1.029	\$6,484,029.81
2008	\$6,484,029.81	1.031	\$6,685,034.74
2009	\$6,685,034.74	1.022	\$6,832,105.50
2010	\$6,832,105.50	1.012	\$6,914,090.77

Facility Name: Camden Co-SR 110, PH 1 (cells 1&2), PH 2 (stages 1-5), MSWL

Permit: 020-017D(MSWL)

Base Year for Calculation of Costs: 6/4/2001

Post-Closure Care Costs: \$46,541.00 per yr. X 30 years = \$1,396,230.00

Fiscal Year Ends: 6/30

EPD Eng: Billy Cox

Date of Calculation: 9/13/2006

Fiscal Year	Amount	Inflation Factor	Year Cost Estimate
2001			\$1,396,230.00
2002	\$1,396,230.00	1.020	\$1,424,154.60
2003	\$1,424,154.60	1.010	\$1,438,396.15
2004	\$1,438,396.15	1.015	\$1,459,972.09
2005	\$1,459,972.09	1.020	\$1,489,171.53
2006	\$1,489,171.53	1.028	\$1,530,868.33
2007	\$1,530,868.33	1.029	\$1,575,263.51
2008	\$1,575,263.51	1.031	\$1,624,096.68
2009	\$1,624,096.68	1.022	\$1,659,826.81
2010	\$1,659,826.81	1.012	\$1,679,744.73

Fiscal Year	Closure Costs +	Post-Closure Costs =	TOTAL ASSURED COSTS
2001	\$5,747,100.00	\$1,396,230.00	\$7,143,330.00
2002	\$5,862,042.00	\$1,424,154.60	\$7,286,196.60
2003	\$5,920,662.42	\$1,438,396.15	\$7,359,058.57
2004	\$6,009,472.36	\$1,459,972.09	\$7,469,444.44
2005	\$6,129,661.80	\$1,489,171.53	\$7,618,833.33
2006	\$6,301,292.33	\$1,530,868.33	\$7,832,160.67
2007	\$6,484,029.81	\$1,575,263.51	\$8,059,293.33
2008	\$6,685,034.74	\$1,624,096.68	\$8,309,131.42
2009	\$6,832,105.50	\$1,659,826.81	\$8,491,932.31
2010	\$6,914,090.77	\$1,679,744.73	\$8,593,835.50

Facility Name: Camden Co.-SR 110, C&D/ waste			
Permit: 020-019D(C&D)			
Base Year for Calculation of Costs: 4/29/2003			
Closure Cost: \$601,400.00			
Fiscal Year Ends: 6/30			
EPD Eng: Billy Cox			
Date of Calculation: 9/13/2006			
Fiscal Year	Amount	Inflation Factor	Year Cost Estimate
2003			\$601,400.00
2004	\$601,400.00	1.015	\$610,421.00
2005	\$610,421.00	1.020	\$622,629.42
2006	\$622,629.42	1.028	\$640,063.04
2007	\$640,063.04	1.029	\$658,624.87
2008	\$658,624.87	1.031	\$679,042.24
2009	\$679,042.24	1.022	\$693,981.17
2010	\$693,981.17	1.012	\$702,308.95
Facility Name: Camden Co.-SR 110, C&D/ waste			
Permit: 020-019D(C&D)			
Base Year for Calculation of Costs: 4/29/2003			
Post-Closure Care Costs: \$95,000.00 per yr. X 30 years = \$2,850,000.00			
Fiscal Year Ends: 6/30			
EPD Eng: Billy Cox			
Date of Calculation: 9/13/2006			
Fiscal Year	Amount	Inflation Factor	Year Cost Estimate
2003			\$2,850,000.00
2004	\$2,850,000.00	1.015	\$2,892,750.00
2005	\$2,892,750.00	1.020	\$2,950,605.00
2006	\$2,950,605.00	1.028	\$3,033,221.94
2007	\$3,033,221.94	1.029	\$3,121,185.38
2008	\$3,121,185.38	1.031	\$3,217,942.12
2009	\$3,217,942.12	1.022	\$3,288,736.85
2010	\$3,288,736.85	1.012	\$3,328,201.69
Fiscal Year	Closure Costs +	Post-Closure Costs =	TOTAL ASSURED COSTS
2003	\$601,400.00	\$2,850,000.00	\$3,451,400.00
2004	\$610,421.00	\$2,892,750.00	\$3,503,171.00
2005	\$622,629.42	\$2,950,605.00	\$3,573,234.42
2006	\$640,063.04	\$3,033,221.94	\$3,673,284.98
2007	\$658,624.87	\$3,121,185.38	\$3,779,810.25
2008	\$679,042.24	\$3,217,942.12	\$3,896,984.37
2009	\$693,981.17	\$3,288,736.85	\$3,982,718.02
2010	\$702,308.95	\$3,328,201.69	\$4,030,510.64
Both Facilities			
Fiscal Year	Closure Costs +	Post-Closure Costs =	TOTAL ASSURED COSTS
2003	\$6,522,062.42	\$4,288,396.15	\$10,810,458.57
2004	\$6,619,893.36	\$4,352,722.09	\$10,972,615.44
2005	\$6,752,291.22	\$4,439,776.53	\$11,192,067.75
2006	\$6,941,355.38	\$4,564,090.27	\$11,505,445.65
2007	\$7,142,654.68	\$4,696,448.89	\$11,839,103.57
2008	\$7,364,076.98	\$4,842,038.81	\$12,206,115.79
2009	\$7,526,086.67	\$4,948,563.66	\$12,474,650.33
2010	\$7,616,399.71	\$5,007,946.42	\$12,624,346.14

Camden Current Costs January 2011

Camden MSWL Closure Cost

FY	Amount	Inflation Factor	YR Cost Estimate
2006			\$3,356,542.00
2007	\$3,356,542.00	1.029	\$3,453,881.72
2008	\$3,453,881.72	1.031	\$3,560,952.05
2009	\$3,560,952.05	1.022	\$3,639,293.00
2010	\$3,639,293.00	1.012	\$3,682,964.51

Camden MSWL Post-Closure Cost

FY	Amount	Inflation Factor	YR Cost Estimate
2006			\$1,699,710.00
2007	\$1,699,710.00	1.029	\$1,749,001.59
2008	\$1,749,001.59	1.031	\$1,803,220.64
2009	\$1,803,220.64	1.022	\$1,842,891.49
2010	\$1,842,891.49	1.012	\$1,865,006.19

Total Camden MSWL Closure & Post-Closure Cost

FY	Closure Cost	Post Closure Cost	Total Cost
2006	\$3,356,542.00	\$1,699,710.00	\$5,056,252.00
2007	\$3,453,881.72	\$1,749,001.59	\$5,202,883.31
2008	\$3,560,952.05	\$1,803,220.64	\$5,364,172.69
2009	\$3,639,293.00	\$1,842,891.49	\$5,482,184.49
2010	\$3,682,964.51	\$1,865,006.19	\$5,547,970.70

Camden CDIL Closure Cost

FY	Amount	Inflation Factor	YR Cost Estimate
2006			\$981,044.00
2007	\$981,044.00	1.029	\$1,009,494.28
2008	\$1,009,494.28	1.031	\$1,040,788.60
2009	\$1,040,788.60	1.022	\$1,063,685.95
2010	\$1,063,685.95	1.012	\$1,076,450.18

Camden CDIL Post-Closure Cost

FY	Amount	Inflation Factor	YR Cost Estimate
2006			\$832,524.00
2007	\$832,524.00	1.029	\$856,667.20
2008	\$856,667.20	1.031	\$883,223.88
2009	\$883,223.88	1.022	\$902,654.80
2010	\$902,654.80	1.012	\$913,486.66

Total Camden CDIL Closure & Post-Closure Cost

FY	Closure Cost	Post Closure Cost	Total Cost
2006	\$981,044.00	\$832,524.00	\$1,813,568.00
2007	\$1,009,494.28	\$856,667.20	\$1,866,161.47
2008	\$1,040,788.60	\$883,223.88	\$1,924,012.48
2009	\$1,063,685.95	\$902,654.80	\$1,966,340.75
2010	\$1,076,450.18	\$913,486.66	\$1,989,936.84

Total Camden Closure & Post-Closure Cost

FY	MSWL	CDIL	Total Cost
2006	\$5,056,252.00	\$1,813,568.00	\$6,869,820.00
2007	\$5,202,883.31	\$1,866,161.47	\$7,069,044.78
2008	\$5,364,172.69	\$1,924,012.48	\$7,288,185.17
2009	\$5,482,184.49	\$1,966,340.75	\$7,448,525.24
2010	\$5,547,970.70	\$1,989,936.84	\$7,537,907.54

Alternative 2 - Local Government Work Sheet (page 1 of 5)
for Closure, Post Closure, and Corrective Action Costs:

1. Name of County/City & Facility Name(s): Camden County, Georgia
S.R. 110, MSWL (Active)

2. GA EPD Permit(s): 020-0217D (MSWL)

3. Fiscal Year Ending June 30, 2010

4. Closure Costs = 3,682,964.51

5. Post-Closure Costs = 1,865,006.19
(annual cost x 30 yrs.)

6. Corrective Action Costs = -

7. **TOTAL ASSURED COSTS** = 5,547,970.70
(Closure Costs + Post Closure Costs + Corrective Action Costs)

8. Comments: _____

Alternative 2 - Local Government Work Sheet (page 2 of 5)
for Closure, Post Closure, and Corrective Action Costs:

1. Name of County/City & Facility Name(s): Camden County, Georgia
S.R. 110 C&D/Industrial Landfill

2. GA EPD Permit(s): 020-0219D (C&D)

3. Fiscal Year Ending June 30, 2010

4. Closure Costs = 1,076,450.18

5. Post-Closure Costs = 913,486.66
(annual cost x 30 yrs.)

6. Corrective Action Costs = -

7. **TOTAL ASSURED COSTS** = 1,989,936.84
(Closure Costs + Post Closure Costs + Corrective Action Costs)

8. Comments: _____

Alternative 2 - Local Government Work Sheet (page 3 of 5)
for 1. A. Resulting Liquid Ratio & 1. B. Resulting Annual Debt to Service Ratio

1. A. Resulting Liquid Ratio:

$$\left(\frac{14,272,830}{\text{Cash}} + \frac{2,554}{\text{Marketable Securities}} \right) / \frac{40,508,524}{\text{Total Expenditures}} =$$

$$\frac{0.35}{\text{Resulting Liquid Ratio}}$$

Resulting Liquid Ratio = 0.35 **MUST** be \geq **0.05**

Cash - found on page D-1 of our government's Annual Financial Statements for fiscal year ending 06/30/10 .

Marketable Securities - found on page n/a of our government's Annual Financial Statements for fiscal year ending _____ .

Total Expenditures - found on page D-6 & D-12 of our government's Annual Financial Statements for fiscal year ending 06/30/10 .

1. B. Resulting Annual Debt to Service Ratio:

$$\frac{1,084,643}{\text{Annual Debt Service}} / \frac{40,508,524}{\text{Total Expenditures}} = \frac{0.027}{\text{Resulting Debt to Service Ratio}} \leq 0.20$$

Resulting Debt to Service Ratio = 0.027 **MUST** be \leq **0.20**

Annual Debt Service - found on page D-6 & D-12 of our government's Annual Financial Statements for fiscal year ending 06/30/10 .

Total Expenditures - found on page D-6 & D-12 of our government's Annual Financial Statements for fiscal year ending 06/30/10 .

2. Relative Financial Strength Ratio:

$$\frac{7,537,908}{\text{Total Assured Cost}} \div \frac{41,649,335}{\text{Total Revenue}} = \frac{0.181}{\text{Relative Financial Strength Ratio}}$$

Relative Financial Strength Ratio = 0.181 **MUST** be \leq **0.43**

Total Assured Cost (Closure + Post Closure + Corrective Action Care Costs) - found on page D-36 of our government's Annual Financial Statements for fiscal year ending 06/30/10.

Total Revenue - found on page D-6 & D-12 of our government's Annual Financial Statements for fiscal year ending 06/30/10.

Total Assured Cost is (Closure + Post Closure + Corrective Action Care Cost) – These are found on the local government's landfill Design & Operation plan and indicate the environmental estimated obligations for each individual landfill, and after being adjusted for inflation should be shown on these worksheets. These should be totaled to get the total assured cost.

The **Operating Deficit Requirement**, the **Resulting Liquid Ratio**, and the **Resulting Annual Debt to Service Ratio** should also reflect any year-to-year real costs.

Any year-to-year real closure/post-closure/corrective action costs for the landfill can be reported below.

Comments: _____

3. Operating Deficit Requirement:

(Total Annual Revenues - Total Annual Expenditures) / Revenues ≤ 0.05 for past two years

$$\frac{(\underline{41,649,335} - \underline{40,508,524})}{\underline{41,649,335}}$$

Total Annual Revenues Total Annual Expenditures Revenues

$$= \frac{0.027}{\text{Operating Surplus}}$$

0.027 **MUST be ≤ 0.05 for past two years**
Operating Surplus

Total Annual Revenues - found on page D-6 & D-12 of our government's Annual Financial Statements for fiscal year ending 06/30/10.

Total Annual Expenditures - found on page D-6 & D-12 of our government's Annual Financial Statements for fiscal year ending 06/30/10.

4. Not be in default on any **Outstanding General Obligation Debt**.
(stated in the letter from the local government - III. 3. A. EXAMPLE LETTER - from local government official to GA EPD (page 16))

5. Not have any outstanding **General Obligation Bonds** that are rated less than investment grade.
(stated in the letter from the local government - III. 3. A. EXAMPLE LETTER - from local government official to GA EPD (page 16))

Mark O. Hardison
(Type/print name of representative for CPA/auditing firm)



Clifton, Lipford, Hardison & Parker, LLC
(Signature of representative for CPA/auditing firm)

Clifton, Lipford, Hardison & Parker, LLC
(type/print name of CPA/auditing firm)

(478) 742-3313
(telephone number of representative for CPA/auditing firm)

**FINANCIAL ASSURANCE MECHANISM
FOR CLOSURE AND POST-CLOSURE CARE COSTS**

The financial test mechanism for local governments has 3 components:

- I. FINANCIAL COMPONENT
- II. PUBLIC NOTICE COMPONENT
- III. RECORD KEEPING and REPORTING COMPONENT

LOCAL GOVERNMENT CHECK LIST - HAVE YOU ENCLOSED THE FOLLOWING? Yes or No

I. FINANCIAL COMPONENT

If you choose to use Alternative 1, complete all three (3) of the Local Government Work Sheets (pages 6-8)

 N/A (if this does not apply write N/A on line)

If you choose to use Alternative 2, complete all four (4) of the Local Government Work Sheets (pages 12-15)

 yes if this does not apply write N/A on line)

II. PUBLIC NOTICE COMPONENT

Conformance with Governmental Accounting Standards Board (GASB) Statement 18 assures compliance with this component. The following must be included in the local government's budget or the annual financial report:

1. costs for closure, post-closure care, or corrective action for all the solid waste handling facilities for which the financial test is being used (assured cost);
2. nature and source of requirements for closure and post-closure care or corrective action;
3. reported total liabilities at the balance sheet date;
4. estimated costs for environmental obligations that remain to be recognized;
5. percentage of landfill capacity used to date; and
6. estimated landfill life in years.

Cover letter (Public Notice Component) from the local government official to GA EPD (to Mike Kemp) stating the 6 items listed at bottom of previous page, that are taken from the local government's budget, or the annual financial report. This should go with the **III. 3. A. EXAMPLE LETTER** - (from local government official to GA EPD) (page 16)

III. RECORD KEEPING and REPORTING COMPONENT

Enclosed an annual financial report in compliance with generally accepted accounting principles (GAAP) for governments, or a copy of the budget or certification that the requirements of GASB Statement 18 have been met (Page 18-19) CPA's Report

yes

Documented use of the test in the operating record of each solid waste handling facility - item # 7 (page 18-19) CPA's Report

yes

Letter from the local gov. official to GA EPD (to Mike Kemp) (page 16)

yes

Letter from your CPA to GA EPD (to Mike Kemp) (page 17)

yes

CPA Report from your CPA to GA EPD (to Mike Kemp) (pages 18-19)

yes

If you should have any questions contact:

Mike Kemp at: (404) 362-2537 phone, (404) 362-2693 fax, or your CPA can request a copy of this document in a Microsoft Word 2000 file by sending an E-mail to mike_kemp@dnr.ga.state.ga.us and asking that this document be e-mailed to him.

Mail the Information to:

*Mr. Mike Kemp
GA Environmental Protection Division
Solid Waste Management Program
4244 International Parkway, Suite 104
Atlanta, Georgia 30354*



CLIFTON, LIPFORD, HARDISON & PARKER, LLC

J. Russell Lipford, Jr., CPA
Mark O. Hardison, CPA
Terry I. Parker, CPA
Christopher S. Edwards, CPA
Lynn S. Hudson, CPA
Kevin E. Lipford, CPA

Member of
American Institute of
Certified Public Accountants
Truman W. Clifton (1902-1989)

February 3, 2011

Mr. Mike Kemp
Georgia Environmental Protection Division
Solid Waste Management Program
4244 International Parkway, Suite 104
Atlanta, Georgia 30354

RE: Financial Assurance Requirements
EPD Permit # 020-017D (MSWL) & # 020-019D (C&D),
Camden County-S.R. 110 MSW Landfill, S.R. 110 C&D/Industrial Landfill

Dear Mr. Kemp:

We have examined the statements made in the letter of Mr. Rainer to you dated February 3, 2011, which was prepared to comply with regulations of the Georgia Department of Natural Resources, Environmental Protection Division concerning financial responsibility solid waste handling facilities.

We performed the June 30, 2010 financial audit for the Camden County, Georgia and issued our unqualified opinion dated January 21, 2011. We have confirmed that the aforementioned statements in Mr. Rainer's letter are consistent with the 2010 audited financial statements.

During the course of our audit, no matters came to our attention that would cause us to believe the information contained within the letter should be adjusted.

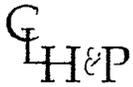
Sincerely,

Clifton, Lipford, Hardison, & Parker, L.L.C.

By

Mark O. Hardison, CPA

MOH:mbg



J. Russell Lipford, Jr., CPA
Mark O. Hardison, CPA
Terry I. Parker, CPA
Christopher S. Edwards, CPA
Lynn S. Hudson, CPA
Kevin E. Lipford, CPA

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February 3, 2011

INDEPENDENT ACCOUNTANT'S REPORT

Board of Commissioners
Camden County, Georgia

We have performed the procedures enumerated below, which were agreed to by the United States Environmental Protection Agency and the Georgia Department of Natural Resources, Environmental Protection Division, solely to assist the users in evaluating management's assertion about Camden County's compliance with the financial assurance provisions of the Municipal Solid Waste Landfill Criteria under Subtitle D of the Resource Conservation Recovery Act during the period ending June 30, 2010. The sufficiency of these procedures is solely the responsibility of the specific users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. Our procedures and findings are as follows:

- 1a) We computed the financial test alternative 2 ratios. The resulting liquid ratio for Camden County, Georgia was computed at 0.35. Therefore, Camden County, Georgia meets the threshold for the ratio of cash plus marketable securities to total expenditures. Camden County's ratio value of 0.35 is greater than, or equal to the value of 0.05, which is the minimum threshold established by the regulations. Camden County's resulting annual debt to service ratio was computed to be 0.027, which is less than, or equal to 0.20, the minimum threshold established by the regulations.
- 1b) The relative financial strength ratio was computed to be 0.181, a ratio value less than the established threshold value of 0.43. Therefore, Camden County satisfies the requirements to use the financial test to demonstrate financial assurance for the estimated closure and post-closure care costs.
- 2) We verify that Camden County has not run an operating deficit of 5% or more in the past two (2) consecutive years.
- 3) We verify that Camden County's annual financial statements were prepared in accordance with generally accepted accounting principles. An unqualified opinion was issued for Camden County's financial statements for the fiscal year ended June 2010.
- 4) We verify that the assured costs estimated for the solid waste handling facility are identified in Camden County's annual operating budget, and/or the audited financial statements. The assured costs are the closure, post-closure, and corrective action costs taken from the solid waste handling facility's design and operation plan.

- 5) We verify the Chairman of Camden County, Georgia has written a letter containing the information specified in the regulations (40CFR 258.74 (f) (3) (I) (A) and has placed a copy of this letter in the operating record of the solid waste handling facility in Camden County.
- 6) We verify Camden County meets the requirements of the Governmental Accounting Standard Board (GASB) statement 18. We also verify that Camden County's audited financial statements disclose the GASB 18 requirements and that a copy has been placed in the operating file at the solid waste handling site.
- 7) We verify that a copy of the report of the independent certified public accountant on Camden County's financial statements for the year ended June 30, 2010, have been placed in the operating record of the waste handling facility.
- 8) We have issued a special report on the Board of Commissioners' letter stating that the information in the letter to the operating record is consistent with the County's audited year-end financial statements.

These agreed upon procedures are substantially less in scope than an examination, the objective of which is the expression of an opinion on Camden County's compliance with the financial assurance provisions of the Municipal Solid Waste Landfill Criteria under subtitle D of the Resource Conservation and Recovery Act. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information of the management of Camden County, Georgia, and the parties listed in the first paragraph, and should not be used by those who did not participate in determining the procedures.

Chris W. H. Runc

