

CAMDEN COUNTY
BOARD OF COMMISSIONERS

ANNUAL FINANCIAL ASSURANCES REPORT
For Fiscal Year Ending June 30, 2018





Board of County Commissioners

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

Phone: (912) 576.5601 • Fax: (912) 576.1866 • www.camdencountyga.gov

January 29, 2019

Mr. Keith Stevens
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. Stevens:

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 Audit Report of Camden County, Georgia, fiscal year ended June 30, 2018, which I have enclosed.

The financial statements for Camden County, Georgia, are prepared in conformity with Generally Accepted Accounting Principles for governments. Camden County, Georgia, has not had an operating deficit of 5% or more in each of the past two consecutive years, is not in default of any outstanding general obligation bonds, and does not 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, Georgia is in conformance with Governmental Accounting Standards Board Statement 18. Please refer to Note 10 of the Financial Statements for compliance with the public notice component of the financial assurance tests. As of June 30, 2018, assured costs were approximately 17.6% of total revenues, which meets the requirements of the relative financial strength ratio.

A copy of this letter, a letter from the external CPA regarding the financial assurance of the Camden

“Award-Winning Government”

STEVE L. HOWARD
County Administrator

JOHN S. MYERS
County Attorney

LANNIE BRANT
Commissioner, District 1

CHUCK CLARK
Commissioner, District 2

JIMMY STARLINE
Commissioner, District 3

GARY BLOUNT
Commissioner, District 4

BEN L. CASEY
Commissioner, District 5



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County Landfill, the financial assurance tests applied and their results, and the audited financial statements will be maintained in the operating records of the Camden County Landfill. Should you have any questions, please call me at (912) 576-5601.

Sincerely,

A handwritten signature in black ink, appearing to read "James H. Starline".

James H. Starline
Commission Chairman

“Award-Winning Government”

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County Administrator

JOHN S. MYERS
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January 29, 2019

Mr. Keith Stevens
 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. Stevens:

We have examined the statements made in the letter of Mr. Starline to you dated January 29, 2019, 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, 2018 financial audit for Camden County, Georgia and issued our unmodified opinion dated January 29, 2019. We have confirmed that the aforementioned statements in Mr. Starline's letter are consistent with the 2018 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:dcm

January 29, 2019

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, 2018. 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 0.34. Therefore, Camden County, Georgia meets the threshold for the ratio of cash plus marketable securities to total expenditures. Camden County's ratio value of 0.34 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 0.010, 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 0.176, 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 unmodified opinion was issued for Camden County's financial statements for the fiscal year ended June 30, 2018.
- 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, 2018, 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.



Alternative 2 - Local Government Work Sheet (page 2 of 4)
for 1. A. Resulting Liquid Ratio & 1. B. Resulting Annual Debt to Service Ratio

1. A. Resulting Liquid Ratio:

$$\left(\frac{15,897,988}{\text{Cash}} + \frac{-}{\text{Marketable Securities}} \right) / \frac{47,376,607}{\text{Total Expenditures}} =$$

$$\frac{0.34}{\text{Resulting Liquid Ratio}}$$

Resulting Liquid Ratio = 0.34 **MUST** be \geq **0.05**

Cash - found on page D-1 of our government's Annual Financial Statements for fiscal year ending 06/30/2018 .

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

Total Expenditures - found on page D-7 & D-13 of our government's Annual Financial Statements for fiscal year ending 06/30/2018 .

1. B. Resulting Annual Debt to Service Ratio:

$$\frac{466,912}{\text{Annual Debt Service}} / \frac{47,376,607}{\text{Total Expenditures}} = \frac{0.010}{\text{Resulting Debt to Service Ratio}} \leq 0.20$$

Resulting Debt to Service Ratio = 0.010 **MUST** be \leq **0.20**

Annual Debt Service - found on page D-7 & D-13 of our government's Annual Financial Statements for fiscal year ending 06/30/2018.

Total Expenditures - found on page D-7 & D-13 of our government's Annual Financial Statements for fiscal year ending 06/30/2018.

2. Relative Financial Strength Ratio:

$$\frac{8,490,952}{\text{Total Assured Cost}} \div \frac{48,252,411}{\text{Total Revenue}} = \frac{0.176}{\text{Relative Financial Strength Ratio}}$$

Relative Financial Strength Ratio = 0.176 **MUST** be \leq **0.43**

Total Assured Cost (Closure + Post Closure + Corrective Action Care Costs) - found on page D-37 of our government's Annual Financial Statements for fiscal year ending 06/30/2018.

Total Revenue - found on page D-7 & D-13 of our government's Annual Financial Statements for fiscal year ending 06/30/2018.

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

$$\left(\frac{48,252,411}{\text{Total Annual Revenues}} - \frac{47,376,607}{\text{Total Annual Expenditures}} \right) / \frac{48,252,411}{\text{Revenues}}$$

$$= \frac{0.018}{\text{Operating (Deficit)/Surplus}}$$

$\frac{0.018}{\text{Operating Deficit/Surplus}}$ **MUST** be ≤ **0.05 for past two years**

Total Annual Revenues - found on page D-7 & D-13 of our government's Annual Financial Statements for fiscal year ending 06/30/2018.

Total Annual Expenditures - found on page D-7 & D-13 of our government's Annual Financial Statements for fiscal year ending 06/30/2018.

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

(type/print name of CPA/auditing firm)


(Signature of representative for CPA/auditing firm)

(478) 742-3313

(telephone number of representative for CPA/auditing firm)

