



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

FAYETTE COUNTY SANITARY LANDFILL
FAYETTE COUNTY

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STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Board of County Commissioners
Fayette County
110 East Court Street
Washington Ct. House, Ohio 43160
and
The Director
Ohio Environmental Protection Agency
122 S. Front Street
Columbus, Ohio 43015

We have audited, in accordance with Government Auditing Standards, the general-purpose financial statements of Fayette County for the year ended December 31, 1999, and have issued our unqualified report thereon dated August 28, 2000.

We have also performed the procedures described in the following paragraph as prescribed by Ohio Administrative Code, Sections 3745-27-15(L)(3)(c), 3745-27-16(L)(3)(c) and 3745-27-18(L)(3)(c), solely to assist you in complying with the reporting requirements of Ohio Administrative Code, Sections 3745-27-15(L)(3)(a), 3745-27-16(L)(3)(a) and 3745-27-18(L)(3)(a), as they relate to the financial tests associated with estimated landfill post-closure and corrective measure costs. This engagement to apply agreed-upon procedures was performed in accordance with the standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedure described below either for the purpose for which this report has been requested or for any other purpose.

In a letter to the Ohio Environmental Protection Agency dated September 26, 2000, Penny Johnson, County Auditor of the Fayette County Landfill specified that certain amounts were derived from the independently audited financial statements referred to in the first paragraph above. As required by Ohio Administrative Code, Sections 3745-27-15(L)(3)(c), 3745-27-16(L)(3)(c) and 3745-27-18(L)(3)(c), we have agreed the following amounts included in the letter dated September 26, 2000, to those financial statements:

Alternative 1, Line No.

- 2 Sum of cash and marketable securities
- 3 Total expenditures
- 4 Annual debt service
- 5 Long term debt
- 6 Capital expenditures
- 7 Total assured environmental costs
- 8 Total annual revenue

The amounts in lines 2 through 8 agreed to the general-purpose financial statements of Fayette County, or can be computed from amounts appearing therein. We followed the definitions for lines 2 through 6 and 8 included in the *State Support Document for the Local Government Financial Test*, issued November 27, 1996, by the USEPA. Line 7 includes total assured environmental costs following Governmental Accounting Standard Number 18.

We were not engaged to, and did not, audit the letter prepared by the Fayette County Auditor dated September 26, 2000, the objective of which would be the expression of an opinion on the letter. Accordingly, we do not express such an opinion. 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 use of the specified users listed above and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes.

Jim Petro
Auditor of State

September 26, 2000

OFFICE OF
Fayette County Auditor
PENNY S. JOHNSON, Auditor
110 E. Court Street
Washington C.H., Ohio 43160
740-335-6461
FAX: 740-333-3530

Mr. Christopher Jones, Director
State of Ohio EPA
122 S. Front Street
Columbus, Ohio 43215

RE: Fayette County Sanitary Landfill Local Government Financial Test Demonstration

Dear Mr. Jones:

I am the Chief Financial Officer of Fayette County, Ohio. This letter is in support of Fayette County's use of the financial test to demonstrate financial assurance, as specified in Chapter 3745-27 of the Administrative Code.

- (1) This local government is the owner or operator of the following facilities for which financial assurance for final closure or post-closure care or corrective measures is demonstrated through the financial test specified in Chapter 3745-27 of the Administrative Code and/or this local government is the owner or operator of the following facilities for which financial assurance for any other environmental obligations are assured by a financial test. The current final closure, post-closure, and/or corrective measures cost estimates, and any other environmental obligations provided for by a test are shown for each facility:

Fayette County Landfill
1600 Robinson Road SE.
Washington Court House Ohio, 43160

Final Closure Cost Estimate	\$ <u>0</u>
Post-Closure Cost Estimate	\$ <u>1,239,525</u>
Total	\$ <u>1,239,525</u>

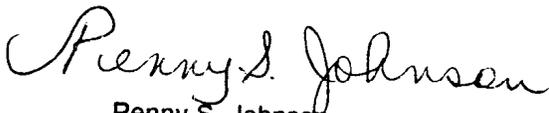
- (2) This local government is the owner or operator of the following facilities for which financial assurance for final closure or, if a sanitary landfill facility, post-closure care or corrective measures, is not demonstrated to the Ohio Environmental Protection Agency through the financial test or any other financial mechanism specified in Chapter 3745-27 of the Administrative Code. The current final closure, post-closure, and/or corrective measures cost estimates not covered by such financial assurance are shown for each facility: \$0

The fiscal year of this local government ends on December 31. The figures for the following items marked with an asterisk are derived from this local government's independently audited, year-end financial statements for the most recently completed fiscal year, ended December 31, 1999.

ALTERNATIVE 1

1.	Sum of current final closure, post-closure, and/or corrective measures cost estimates, and any other environmental obligations assured by a financial test (total of all cost estimates shown in the two paragraphs above):	\$1,239,525
*2.	Sum of cash and marketable securities:	\$ 9,524,700
*3.	Total expenditures:	\$37,160,615
*4.	Annual debt service:	\$ 459,464
*5.	Long term debt:	\$ 2,510,160
*6.	Capital expenditures	\$ 5,106,288
*7.	Total assured environmental costs	\$ 1,239,525
*8.	Total annual revenue	\$41,139,410
9.	Is line 2 divided by line 3 greater than Or equal to 0.05?	Yes
10.	Is line 4 divided by line 3 less than or equal to 0.20?	Yes
11.	Is line 5 divided by line 6 less than or equal to 2.00?	Yes
12.	is line 7 divided by line 8 less than or equal to 0.43?	Yes

I hereby certify that the wording of this letter is identical to the wording specified in paragraph (H) of Rule 3745-27-17 of the Administrative Code as such rule was constituted on the date shown immediately below. I further certify the following: (1) that the local government's financial statements are prepared in conformity with Generally Accepted Accounting Principles for Governments; (2) that the local government has not operated at a deficit equal to five percent or more of total annual revenue in either of the past two fiscal years; (3) that the local government is not in default on any outstanding general obligations bonds; and, (4) that the local government does not have outstanding general obligations rated less than BBB as issued by "Standard and Poor's" or BAA as issued by "Moody's"


Penny S. Johnson
County Auditor
Fayette County

September 26, 2000



STATE OF OHIO
OFFICE OF THE AUDITOR

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FAYETTE COUNTY SANITARY LANDFILL

FAYETTE COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
NOVEMBER 28, 2000**