

City of Rocky River Cuyahoga County

**Agreed-Upon Procedures Report
For the Year Ended December 31, 2013**



Dave Yost • Auditor of State

Members of City Council
City of Rocky River Refuse Transfer Station
21012 Hilliard Boulevard
Rocky River, OH 44116

We have reviewed the *Independent Accountant's Report on Applying Agreed-Upon Procedures* of the City of Rocky River Refuse Transfer Station, Cuyahoga County, prepared by Ciuni & Panichi, Inc., for the period January 1, 2013 through December 31, 2013. Based upon this review, we have accepted this report in lieu of the audit required by Section 117.11, Revised Code.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Rocky River Refuse is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

July 28, 2014

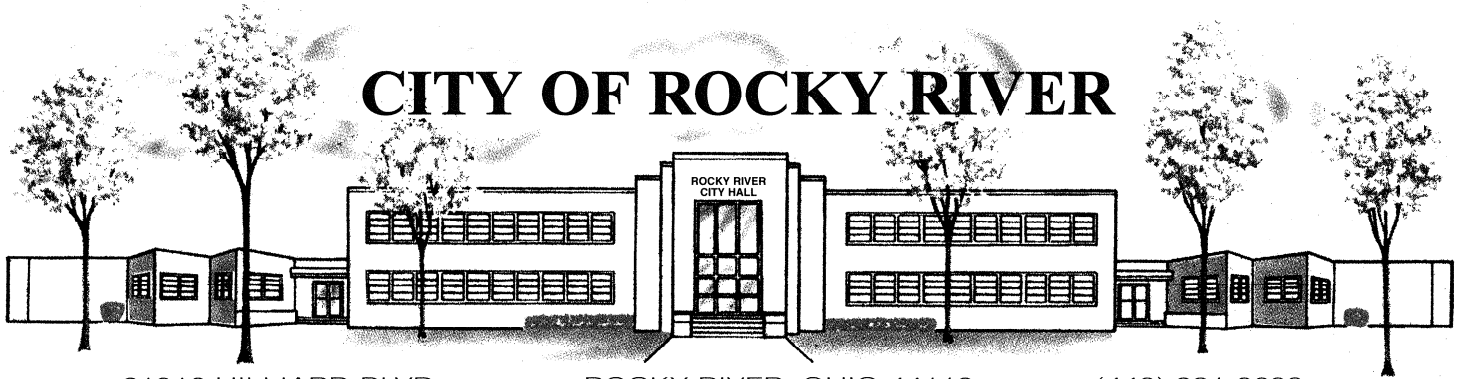
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City of Rocky River

For the Year Ended December 31, 2013

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CITY OF ROCKY RIVER



21012 HILLIARD BLVD. • ROCKY RIVER, OHIO 44116 • (440) 331-0600

Craig W. Butler, Director
Ohio Environmental Protection Agency
c/o Division of Solid and
Infectious Waste Management
P.O. Box 1049
Columbus, Ohio 43216-1049

Dear Mr. Butler,

I am the chief financial officer of the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio (City). This letter is in support of the City's use of the financial test to demonstrate financial assurance, as specified in Chapter 3745-27 of the Administrative Code.

(1) The City is the owner or operator of the following facilities or scrap tire transporters for which financial assurance for final closure, post-closure care, scrap tire transporter final closure, or corrective measures is demonstrated through the financial test specified in Chapter 3745-27 of the Administrative Code and/or the City 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 care, scrap tire transporter final closure, and/or corrective measures cost estimates, and any other environmental obligations provided for by a test are shown:

Name	City of Rocky River
Address	22401 Lake Road
City, State, Zip, County	Rocky River, Ohio 44116, Cuyahoga County
Final Closure	\$24,070
Corrective Measures	None.
Post Closure Care	None.
Scrap Tire Transporter Final Closure	None.
Other Environmental Obligations	None.

(2) The City is the owner or operator of the following facilities or scrap tire transporters for which financial assurance requirements for final closure, post-closure care, scrap tire transporter final closure, corrective measures, and/or any other environmental obligations are satisfied through a financial test other than that required by Chapter 3745-27 of the Administrative Code. The current final closure, post-closure care, scrap tire transporter final closure, and/or corrective measures cost estimates, and/or any environmental obligation covered by such financial assurance are shown for each facility or scrap tire transporter.

Name	City of Rocky River
Address	Not Applicable.
City, State, Zip, County	Not Applicable.
Final Closure	None.
Corrective Measures	None.
Post Closure Care	None.
Scrap Tire Transporter Final Closure	None.
Other Environmental Obligations	None.

The fiscal year of the City ends on December 31. The figures for the following items marked with an asterisk are derived from the City's independently audited, year-end financial statements for the fiscal year ended December 31, 2013.

Alternative II

1. Sum of current final closure, post-closure care, scrap tire transporter final 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):	\$24,070
2. Current bond rating of most recent issuance and name of rating service:	Rating: Aa2 Rating Service: Moody's Investor Services, Inc.
3. Date of issuance of bond:	September 1, 2011
4. Date of maturity of bond:	December 1, 2022
5. Total assured environmental costs:	\$24,070
*6. Total annual revenue:	\$30,851,863
7. Is line 5 divided by line 6 less than or equal to 0.43? <i>If No, complete lines 8 and 9.</i>	Yes
8. Multiply line 6 by 0.43 The maximum amount allowed to assure environmental costs.	
9. Line 8 subtracted from line 5	

This amount must be assured by another financial assurance mechanism listed in paragraphs (F), (G), (I), and/or (J), in rules 3745-27-15, 3745-27-16, and paragraphs (G), (H), (J), and/or (K) in rule 3745-27-18 of the Administrative Code.

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 that the City:

- (1) annual financial statements are prepared in conformity with generally accepted accounting principles for governments;
- (2) has not operated at a deficit equal to five per cent or more of total annual revenue in either of the past two fiscal years;

Scott J. Nally, Director
Ohio Environmental Protection Agency
June 30, 2014
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- (3) is not in default on any outstanding general obligation bonds; and,
- (4) does not have outstanding general obligations rated less than BBB as issued by "Standard and Poor's" or Baa as issued by "Moody's."

You may contact me for additional information.

Thank you.

Sincerely,

/s/ Michael A. Thomas

Michael A. Thomas, CPA
Director of Finance
June 30, 2014

Independent Accountant's Report on Applying Agreed-Upon Procedures

Members of City Council
City of Rocky River
and
Scott J. Nally, Director
Ohio Environmental Protection Agency

We have audited, in accordance with *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of the City of Rocky River, Cuyahoga County, Ohio, (the "City") for the year ended December 31, 2013, and have separately issued our unmodified report thereon dated June 30, 2014.

In a letter to the Ohio Environmental Protection Agency dated June 30, 2014 (the Letter), Michael A. Thomas, Director of Finance of the City of Rocky River, specified that certain amounts disclosed in that Letter were derived from the independently audited financial statements referred to in the first paragraph above.

We have performed the procedures described below as agreed to by the City and by the Ohio Environmental Protection Agency, solely to assist you in determining that certain amounts reported in the Letter agreed to, or can be computed from, amounts presented in the audited basic financial statements. The City's management is responsible for the information presented in the Letter. We followed the American Institute of Certified Public Accountants' attestation standards for agreed-upon procedures engagements. The sufficiency of the procedures is solely the responsibility of the addressees. 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.

As required by Ohio Administrative Code Sections 3745-27-15(L)(5)(c), 3745-27-16(L)(5)(c) and 3745-27-18(M)(5)(c), we have agreed the following amounts included in the Letter to the audited financial statements:

Alternative 2, Line No.

5	Total assured environmental costs: \$24,070
6	Total annual revenue: \$30,851,863

The amounts on line 6 agree to the basic fund financial statements of the City, or can be computed from amounts appearing therein. We followed the definition for line 6 included in the *State Support Document for the Local Government Financial Test*, issued November 27, 1996 by the USEPA. Line 5 includes total assured environmental costs reported in the fund financial statements following Government Accounting Statement Number 18.

Members of City Council
City of Rocky River
and
Chris Korleski, Director
Ohio Environmental Protection Agency

We were not engaged to, and did not conduct an examination, the objective of which would be to express 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 we would have reported to you.

This report is intended solely for the information and use of the addressees listed above and should not be used by anyone else.

Very truly yours,

Cini & Panichi, Inc.

Cleveland, Ohio
June 30, 2014



Dave Yost • Auditor of State

CITY OF ROCKY RIVER REFUSE TRANSFER STATION

CUYAHOGA 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
AUGUST 7, 2014**