

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Independent Auditors' Reports
Financial Statements and
Required Supplementary Information
Schedule of Findings

June 30, 2009 and 2008

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

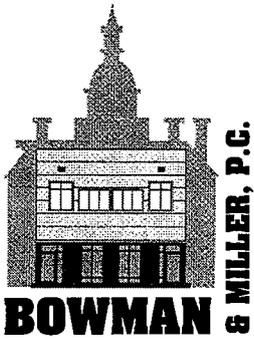
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TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Officials

<u>Name</u>	<u>Title</u>	<u>Representing</u>
Open	Commission Member	City of Vining
Jim Fagan	Commission Member	City of Gladbrook
Lori Leytham	Commission Member	City of Garwin
Open	Commission Member	City of Lincoln
Dale Gericke	Commission Member	City of Montour
Mike Henle	Commission Member	City of Toledo
Steve Van De Walle	Commission Member	City of Chelsea
Jane Svoboda	Commission Member	City of Clutier
Bob Hill	Commission Member	City of Tama
Ora Hennessy	Commission Member	City of Dysart
Mark Mason	Commission Member	City of Traer
Ervern Nekola	Commission Member	City of Elberon
Curtis Seymour	Commission Member	Sac & Fox Tribal Council
Larry Vest	Commission Member	Board of Supervisors
Kendall Jordan	Commission Member	Board of Supervisors
Dan Wilkens	Commission Member	Board of Supervisors
Duane Leek	Administrator	
Susan Jones	Clerk / Treasurer	



C E R T I F I E D ♦ P U B L I C ♦ A C C O U N T A N T S

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Independent Auditors' Report

To the Members of Tama County
Solid Waste Disposal Commission:

We have audited the accompanying financial statements of Tama County Solid Waste Disposal Commission as of and for the years ended June 30, 2009 and 2008. These financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with U.S. generally accepted auditing standards, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audits provide a reasonable basis for our opinion.

As described in Note 1, these financial statements are prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash basis financial position of the Tama County Solid Waste Disposal Commission as of June 30, 2009 and 2008 and the changes in its cash basis financial position for the years then ended in conformity with the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued our report dated December 21, 2009 on our consideration of the Tama County Solid Waste Disposal Commission's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audits.

Management's Discussion and Analysis on pages 4 through 6 is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. We did not audit the information and express no opinion on it.

The Schedules of Comparisons of Disbursements with Budgets on pages 15 through 16 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Bowman & Miller, P.C.

Marshalltown, Iowa
December 21, 2009

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Tama County Solid Waste Disposal Commission provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities of the Tama County Solid Waste Disposal Commission is for the fiscal years ended June 30, 2009 and 2008. We encourage readers to consider this information in conjunction with the Commission's financial statements, which follow.

2009 FINANCIAL HIGHLIGHTS

- The Commission's operating receipts for fiscal year 2009 were \$544,146 and for fiscal year 2008 they were \$508,952. This represents an increase of 7%, or \$35,194, from fiscal 2008 to fiscal 2009.
- The Commission's operating disbursements for fiscal year 2009 were \$492,744 and for fiscal year 2008 they were \$425,621. This represented an increase of \$67,123 or 16% from fiscal 2008 to fiscal 2009.
- The Commission's cash basis net assets for fiscal year 2009 were \$2,705,989 and for fiscal year 2008 they were \$2,541,764. This represents a 6% increase or \$164,225 from fiscal 2008 to fiscal 2009.

USING THIS ANNUAL REPORT

The Commission has elected to present its financial statements on the cash basis of accounting. The cash basis of accounting is a basis of accounting other than U.S. generally accepted accounting principles. Basis of accounting refers to when financial events are recorded, such as the timing for recognizing revenues, expenses and the related assets and liabilities. Under the cash basis of accounting, revenues and expenses and the related assets and liabilities are recorded when they result from cash transactions.

As a result of the use of the cash basis of accounting, certain assets and their related revenues and liabilities and their related expenses are not recorded in these financial statements. Therefore, when reviewing the financial information and discussion within this annual report, readers should keep in mind the limitations resulting from the use of the cash basis of accounting.

The annual report is presented in a format consistent with the presentation of the Governmental Accounting Standards Board (GASB) Statement No. 34, as applicable to the cash basis of accounting.

This discussion and analysis is intended to serve as an introduction to the financial statements. The annual report consists of the financial statements and other information, as follows:

- Management's Discussion and Analysis introduces the financial statements and provides an analytical overview of the Commission's financial activities.
- The Statements of Cash Receipts, Disbursements and Changes in Cash Basis Net Assets present information on the Commission's operating receipts and disbursements, non-operating receipts and disbursements and whether the Commission's cash basis financial position has improved or deteriorated as a result of the year's activities.
- The Notes to Financial Statements provide additional information essential to a full understanding of the data provided in the basic financial statements.

FINANCIAL ANALYSIS OF THE COMMISSION

Statements of Cash Receipts, Disbursements and Changes in Cash Basis Net Assets

The purpose of the statements is to present the receipts received by the Commission and the disbursements paid by the Commission, both operating and non-operating. The statements also present a fiscal snapshot of the cash balances at year end. Over time, readers of the financial statements are able to determine the Commission's cash basis financial position by analyzing the increase and decrease in cash basis net assets.

Operating receipts are received for gate fees from accepting solid waste and assessments (per capita fees) from the members of the Commission. Operating disbursements are disbursements paid to operate the landfill. Non-operating receipts and disbursements are for interest on investments, payments for new equipment and capital projects. A summary of cash receipts, disbursements and changes in cash basis net assets for the fiscal years ended June 30, 2009 and June 30, 2008 are presented below:

Changes in Cash Basis Net Assets		
	Year ended June 30,	
	2009	2008
Operating receipts:		
Per capita assessments	\$ 97,825	109,341
Tipping fees and gate charges	446,311	398,476
Miscellaneous	10	1,135
Total operating receipts	<u>544,146</u>	<u>508,952</u>
Operating disbursements:		
Salaries	127,029	127,754
Payroll taxes	10,294	10,266
IPERS - employer share	8,063	7,720
Health insurance	31,126	31,549
Education	773	1,523
Office supplies	1,425	2,697
Telephone	850	747
Postage	527	2,543
Recycling	57,226	56,431
Utilities	5,571	4,318
Fuel and oil	37,201	40,128
Repairs	42,617	20,145
Development and improvements	88,252	51,000
Insurance	18,151	17,846
Mileage	707	467
Engineering/testing/inspection	17,083	5,115
Professional fees	3,830	3,500
Tonnage fees	42,019	41,812
Miscellaneous	-	60
Total operating disbursements	<u>492,744</u>	<u>425,621</u>
Excess of operating receipts over operating disbursements	<u>51,402</u>	<u>83,331</u>
Non-operating receipts (disbursements):		
Interest on investments	112,831	129,926
Gain (loss) on sale of investments	(8)	1,146
New cell construction	-	(692,106)
Net non-operating receipts (disbursements)	<u>112,823</u>	<u>(561,034)</u>
Net change in cash basis net assets	164,225	(477,703)
Cash basis net assets beginning of year	<u>2,541,764</u>	<u>3,019,467</u>
Cash basis net assets end of year	<u>\$ 2,705,989</u>	<u>2,541,764</u>

In fiscal 2009, operating receipts increased by \$35,194, or 7% over fiscal 2008. The net increase was due to gate fees increasing by \$47,835 due to an increase in waste received. Member contributions decreased by \$11,516 due to timing of collections. The per capita fee and populations remained unchanged. At the end of the fiscal year, \$2,530 was still owed to the Commission. Operating disbursements increased \$67,123 primarily due to an increase in repairs and development and improvement costs in 2009 compared to 2008.

LONG-TERM DEBT

At June 30, 2009 and 2008, the Commission had no debt.

ECONOMIC FACTORS

The Tama County Solid Waste Disposal Commission maintained its financial position during the current fiscal year. However, the current condition of the economy in the state continues to be a concern for Commission officials. Some of the realities that may potentially become challenges for the Commission to meet are:

- Facilities require maintenance and upkeep.
- Technology continues to expand and current technology becomes outdated, presenting an ongoing challenge to maintain up-to-date technology at a reasonable cost.
- Amounts restricted for closure and post-closure accounts are based on constantly changing cost estimates and the number of tons of solid waste received at the facility.
- Unforeseen regulatory changes could have an impact on the operating costs of the facility.

The Commission anticipates the 2009/2010 fiscal year will include basically the same operating costs as the current year. They will maintain a close watch over resources to maintain the Commission's ability to react to unknown issues.

CONTACTING THE COMMISSION'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers and vendors with a general overview of the Commission's finances and to show the Commission's accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

Tama County Solid Waste Disposal Commission
1002 E. 5th St.
Tama, IA 52339

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Statements of Cash Receipts, Disbursements and
Changes in Cash Basis Net Assets
For the Years Ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Operating receipts:		
Per capita assessments	\$ 97,825	109,341
Tipping fees and gate charges	446,311	398,476
Miscellaneous	10	1,135
Total operating receipts	<u>544,146</u>	<u>508,952</u>
Operating disbursements:		
Administrator salary	41,358	38,610
Salaries-full time	69,939	61,345
Salaries-part time	15,732	27,799
Payroll taxes	10,294	10,266
IPERS - employer share	8,063	7,720
Health insurance	31,126	31,549
Education	773	1,523
Office supplies	1,425	2,697
Telephone	850	747
Postage	527	2,543
Recycling	57,226	56,431
Utilities	5,571	4,318
Fuel and oil	37,201	40,128
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Cash basis net assets beginning of year	<u>2,541,764</u>	<u>3,019,467</u>
Cash basis net assets end of year	<u>\$ 2,705,989</u>	<u>2,541,764</u>

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Statements of Cash Receipts, Disbursements and
 Changes in Cash Basis Net Assets (Continued)
 For the Years Ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Cash Basis Net Assets		
Restricted for:		
Closure	\$ 39,929	295,011
Postclosure care	960,071	704,989
Total restricted net assets	<u>1,000,000</u>	<u>1,000,000</u>
Unrestricted	<u>1,705,989</u>	<u>1,541,764</u>
Total cash basis net assets	<u><u>\$ 2,705,989</u></u>	<u><u>2,541,764</u></u>

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements June 30, 2009 and 2008

Note 1 - Summary of Significant Accounting Policies

Tama County Solid Waste Disposal Commission was formed in 1973 pursuant to the provisions of Chapter 28E of the Code of Iowa. The purpose of the Commission is to develop, operate and maintain solid waste and recycling facilities in Tama County on behalf of the units of government which are members of the Commission.

The governing body of the Commission is composed of one representative from each of the twelve member cities, one representative from the Sac and Fox Tribal Council, and three representatives from the Tama County Board of Supervisors. The member cities are: Chelsea, Clutier, Dysart, Elberon, Garwin, Gladbrook, Lincoln, Montour, Tama, Toledo, Traer, and Vining. The Commissioners have one vote each.

A. Reporting Entity

For financial reporting purposes, Tama County Solid Waste Disposal Commission has included all funds, organizations, agencies, boards, commissions and authorities. The Commission has also considered all potential component units for which it is financially accountable and other organizations for which the nature and significance of their relationship with the Commission are such that exclusion would cause the Commission's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the Commission to impose its will on that organization or (2) the potential for the organization to provide specific benefits to or impose specific financial burdens on the Commission. The Commission has no component units which meet the Governmental Accounting Standards Board criteria.

B. Basis of Presentation

The accounts of the Commission are organized as an Enterprise Fund. Enterprise Funds are utilized to finance and account for the acquisition, operation, and maintenance of governmental facilities and services supported by user charges.

Enterprise Funds distinguish operating receipts and disbursements from non-operating items. Operating receipts and disbursements generally result from providing services and producing and delivering goods in connection with an Enterprise Fund's principal ongoing operations. All receipts and disbursements not meeting this definition are reported as non-operating receipts and disbursements.

C. Basis of Accounting

Tama County Solid Waste Disposal Commission maintains its financial records on the basis of cash receipts and disbursements and the financial statements of the Commission are prepared on that basis. The cash basis of accounting does not give effect to accounts receivable, accounts payable and accrued items, including the estimated payables for closure

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements (Continued) June 30, 2009 and 2008

Note 1 - Summary of Significant Accounting Policies (continued)

C. Basis of Accounting (continued)

and postclosure care. Accordingly, the financial statements do not present the financial position and results of operations of the Commission in accordance with U.S. generally accepted accounting principles.

D. Net Assets

Funds set aside for payment of closure and postclosure care are classified as restricted.

Note 2 - Cash and Investments

The Commission's deposits in banks at June 30, 2009 and 2008 were entirely covered by federal depository insurance or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

The Commission is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the Commission; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

The Commission's investments at June 30, 2009 and 2008 are as follows:

	<u>Type</u>	<u>Carrying Amount</u>	<u>Fair Value</u>
2009	Certificates of deposits	\$ <u>2,461,641</u>	<u>2,476,782</u>
2008	Certificates of deposits	\$ <u>2,320,817</u>	<u>2,312,943</u>

Interest rate risk. The Commission's investment policy limits the investment of operating funds (funds expected to be expended in the current budget year or within 15 months of receipt) to instruments that mature within 397 days. Funds not identified as operating funds may be invested with maturities longer than 397 days, but the maturities shall be consistent with the needs and use of the Commission.

Note 3 - Pension and Retirement Benefits

The Commission contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa, 50306-9117.

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements (Continued)

June 30, 2009 and 2008

Note 3 - Pension and Retirement Benefits (continued)

Plan members are required to contribute 4.10% of their annual salary and the Commission is required to contribute 6.35% of annual covered payroll. Contribution requirements are established by state statute. The Commission's contribution to IPERS for the years ended June 30, 2009, 2008 and 2007, were \$8,063, \$7,720 and \$7,340, respectively, equal to the required contributions for each year.

Note 4 - Control of Landfill Commission Funds

The Commission has two main sources of revenue, gate receipts and per capita assessments. All gate fees are deposited with Tama County. Per capita assessments received are deposited into the checking account at the Commission. Tama County accounts for approximately 35% of per capita assessments. As the County requires additional funds, the Commission remits a portion of these per capita assessments to Tama County. The majority of claims are paid by Tama County, after approval by the Commission Board.

Note 5 - Compensated Absences

Commission employees accumulate a limited amount of earned but unused compensatory time and vacation leave hours for subsequent use or for payment upon termination, retirement or death. These accumulations are not recognized as disbursements by the Commission until used or paid. The Commission's approximate liability for earned compensatory time and vacation payments payable to employees at June 30, 2009 and 2008 is as follows:

<u>Type of Benefit</u>	<u>2009</u>	<u>2008</u>
Vacation & compensatory time	\$ <u>11,369</u>	<u>5,160</u>

This liability has been computed based on rates of pay in effect as of June 30, 2009 and 2008.

Note 6 - Closure and Postclosure Care Costs

To comply with federal and state regulations, the Commission is required to complete a monitoring system plan and a closure/postclosure plan and to provide funding necessary to effect closure and postclosure, including the proper monitoring and care of the landfill after closure. Environmental Protection Agency (EPA) requirements have established closure and thirty-year care requirements for all municipal solid waste landfills that receive waste after October 9, 1993. State governments are primarily responsible for implementation and enforcement of those requirements and have been given flexibility to tailor requirements to accommodate local conditions that exist. The effect of the EPA requirement is to commit landfill owners to perform certain closing functions and postclosure monitoring functions as a condition for the right to operate the landfill in the current period. The EPA requirements provide that when a landfill stops accepting waste, it must be covered with a minimum of twenty-four inches of earth to keep liquid away from the buried waste. Once the landfill is closed, the owner is responsible for maintaining the final cover, monitoring ground water and methane gas, and collecting and treating leachate (the liquid that drains out of waste) for thirty years.

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements (Continued)

June 30, 2009 and 2008

Note 6 - Closure and Postclosure Care Costs (continued)

Governmental Accounting Standards Board Statement No. 18 requires landfill owners to estimate total landfill closure and postclosure care costs and recognize a portion of these costs each year based on the percentage of estimated total landfill capacity used that period. Estimated total cost consists of four components: (1) the cost of equipment and facilities used in postclosure monitoring and care, (2) the cost of final cover (material and labor), (3) the cost of monitoring the landfill during the postclosure period and (4) the cost of any environmental cleanup required after closure. Estimated total cost is based on the cost to purchase those services and equipment currently and is required to be updated annually due to the potential for changes due to inflation or deflation, technology, or applicable laws or regulations.

These costs for the Commission have been estimated at \$241,564 for closure and \$1,401,900 for postclosure, for a total of \$1,643,464 as of June 30, 2009. The estimated remaining life of the landfill is 33 years with approximately 80% of the landfill capacity used at June 30, 2009.

Chapter 455B.306(9)(b) of the Code of Iowa requires permit holders of municipal solid waste landfills to maintain separate closure and postclosure accounts to accumulate resources for the payment of closure and postclosure care costs. The Commission has accumulated resources to fund these costs and, at June 30, 2009 and 2008, assets of \$1,000,000 are restricted for these purposes of which \$39,929 is for closure and \$960,071 is for postclosure costs. The Commission has funded the plan in excess of what is required. They are reported as restricted cash basis net assets on the Statements of Cash Receipts, Disbursements and Changes in Cash Basis Net Assets.

Note 7 - Solid Waste Tonnage Fees Retained

The Commission retains solid waste tonnage fees in accordance with Chapter 455B.310 of the Code of Iowa. At June 30, 2009 and June 30, 2008, the Commission had no unspent tonnage fees.

Note 8 - Risk Management

Tama County Solid Waste Disposal Commission is a member of the Heartland Insurance Risk Pool, as allowed by Chapter 670.7 of the Code of Iowa. The Heartland Insurance Risk Pool (Pool) is a local government risk-sharing pool whose membership includes ten counties throughout the State of Iowa. The Pool was formed in July 1987 to provide workers' compensation and property/casualty insurance for its members. The risk pool was created for the purposes of providing and maintaining self-insurance benefits on a group basis substantially at cost.

Each member County is responsible for the payment of member contributions to the risk pool on an annual basis. Member contributions to the risk pool are recorded as expenditures from the operating funds at the time of payment to the risk pool. In the event of payment of any loss by the risk pool, the risk pool is subrogated to the extent of such payment to all the rights of the member County against any person or other entity legally responsible for damages for said loss, and in such event, the member County is responsible for rendering all reasonable assistance, other

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements (Continued)

June 30, 2009 and 2008

Note 8 - Risk Management (continued)

than pecuniary assistance, to affect recovery. The risk pool is responsible for paying the reinsurance premiums on the insurance policies when due, to pay claims in accordance with the various coverages and to make other payments as required by applicable law, to establish and accumulate a reserve or reserves in amounts which are deemed advisable or required by law to carry out the purposes of the risk pool, and to pay all reasonable and necessary expenses for administering the risk pool and fund.

Initial risk of loss for the self-insured coverage is retained by the risk pool. The risk pool obtained a reinsurance policy for the year ended June 30, 2009, which covers exposures of specific losses in excess of \$750,000, with a \$250,000 corridor deductible, per occurrence up to the statutory limits for workers compensation, and in excess of \$400,000 per occurrence, up to a maximum of \$8,000,000 per occurrence, including the retention of the pool, for general liability, police professional, errors and omissions and automobile liability. The risk pool records a liability for unpaid claims based on estimates of reported and incurred but not reported claims and related loss adjustments expenses. At June 30, 2009, 2008 and 2007, the risk pool reported a surplus of assets over liabilities.

Member Counties retain the risk of claims, if any, exceeding maximum reinsurance coverages and the amount of surplus maintained in the risk pool by means of an assessment that would be charged to the member in addition to the premium contributions. At June 30, 2009, settled claims have not exceeded the risk pool or reinsurance coverage since commencement of the risk pool.

The Commission's property and casualty contributions to the risk pool are recorded as expenditures from its operating funds at the time of payment to the risk pool. The Commission's annual contributions to the Pool for the years ended June 30, 2009 and 2008 were \$13,051 and \$13,013, respectively.

Initial membership into the risk pool is for a mandatory three year period. Subsequent to the initial term, a member may withdraw at the end of any given fiscal year. The initial membership period for Tama County Solid Waste Disposal Commission commenced July 1, 1987 and is subject to renewal every three years. The County assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 9 - Related Parties

Two Commission members are owner/operators of garbage collection businesses which utilize the Tama County Solid Waste Disposal for its dumping. Receipts during the fiscal years ended June 30, 2009 and 2008 from these businesses totaled \$87,599 and \$93,635, respectively. The members owed at June 30, 2009 and 2008, \$7,623 and \$8,806, respectively. They are billed on a monthly basis for invoices charged during the previous month.

One of the Commission members was also awarded a contract to service a local recycling route. Expenditures relating to this contract amounted to \$15,655 and \$15,125 during the fiscal years ended June 30, 2009 and 2008, respectively.

Supplementary Information

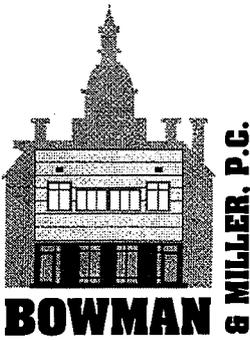
TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION
Schedule of Comparisons of Disbursements with Budgets
For the Year Ended June 30, 2009

	Budget	Funds Expended Through County Auditor	(Favorable) Unfavorable Variance	Funds Expended Through Landfill Treasurer	Total Funds Expended
Administrator salary	\$ 41,358	41,358	-	-	41,358
Salaries - full time	60,502	69,939	9,437	-	69,939
Salaries - part time	40,000	15,732	(24,268)	-	15,732
Payroll taxes	11,653	10,294	(1,359)	-	10,294
IPERS-employer share	9,008	8,063	(945)	-	8,063
Health insurance	44,000	31,126	(12,874)	-	31,126
Education	3,000	773	(2,227)	-	773
Office supplies	6,000	1,425	(4,575)	-	1,425
Telephone	1,000	850	(150)	-	850
Postage	1,000	527	(473)	-	527
Recycling	125,000	57,226	(67,774)	-	57,226
Utilities	7,000	5,571	(1,429)	-	5,571
Fuel and oil	45,000	37,201	(7,799)	-	37,201
Clothes and uniforms	-	-	-	-	-
Repairs	54,000	42,617	(11,383)	-	42,617
Development and improvements	50,000	88,252	38,252	-	88,252
Insurance	21,450	18,151	(3,299)	-	18,151
Mileage	600	707	107	-	707
Engineering/testing/inspection	60,000	17,083	(42,917)	-	17,083
Professional fees	-	3,830	3,830	-	3,830
Tonnage fees	-	42,019	42,019	-	42,019
Miscellaneous	-	-	-	-	-
New equipment	20,000	-	(20,000)	-	-
Buildings	-	-	-	-	-
Total	\$ 600,571	492,744	(107,827)	-	492,744

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION
Schedule of Comparisons of Disbursements with Budgets
For the Year Ended June 30, 2008

	Budget	Funds Expended Through County Auditor	(Favorable) Unfavorable Variance	Funds Expended Through Landfill Treasurer	Total Funds Expended
Administrator salary	\$ 40,154	38,610	(1,544)	-	38,610
Salaries - full time	59,900	61,345	1,445	-	61,345
Salaries - part time	38,800	27,799	(11,001)	-	27,799
Payroll taxes	10,625	10,266	(359)	-	10,266
IPERS-employer share	8,400	7,720	(680)	-	7,720
Health insurance	48,595	31,549	(17,046)	-	31,549
Education	3,000	1,523	(1,477)	-	1,523
Office supplies	8,000	2,697	(5,303)	-	2,697
Telephone	1,000	747	(253)	-	747
Postage	1,000	2,543	1,543	-	2,543
Recycling	90,000	56,431	(33,569)	-	56,431
Utilities	6,500	4,318	(2,182)	-	4,318
Fuel and oil	36,000	40,128	4,128	-	40,128
Clothes and uniforms	200	-	(200)	-	-
Repairs	50,000	20,145	(29,855)	-	20,145
Development and improvements	700,000	715,250	15,250	-	715,250
Insurance	20,620	17,846	(2,774)	-	17,846
Mileage	600	467	(133)	-	467
Engineering/testing/inspection	45,000	32,971	(12,029)	-	32,971
Professional fees	-	3,500	3,500	-	3,500
Tonnage fees	-	41,812	41,812	-	41,812
Miscellaneous	-	-	-	60	60
New equipment	5,000	-	(5,000)	-	-
Building	4,000	-	(4,000)	-	-
Total	\$ 1,177,394	1,117,667	(59,727)	60	1,117,727

**Independent Auditors' Report on Internal Control
over Financial Reporting and on Compliance and Other Matters
Based on Audits of Financial Statements Performed in Accordance with
Government Auditing Standards**



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Independent Auditors' Report on Internal Control
over Financial Reporting and on Compliance and Other Matters
Based on Audits of Financial Statements Performed in Accordance with
Government Auditing Standards

To the Members of Tama County
Solid Waste Disposal Commission:

We have audited the accompanying financial statements of Tama County Solid Waste Disposal Commission as of and for the years ended June 30, 2009 and 2008, and have issued our report thereon dated December 21, 2009. Our report expressed an unqualified opinion on the financial statements which were prepared in conformity with an other comprehensive basis of accounting. We conducted our audits in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audits, we considered Tama County Solid Waste Disposal Commission's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing our opinion on the effectiveness of Tama County Solid Waste Disposal Commission's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Tama County Solid Waste Disposal Commission's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Tama County Solid Waste Disposal Commission's ability to initiate, authorize, record, process, or report financial data reliably in accordance with an other comprehensive basis of accounting such that there is more than a remote likelihood that a misstatement of Tama County Solid Waste Disposal Commission's financial statements that is more than inconsequential will not be prevented or detected by Tama County Solid Waste Disposal Commission's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood a material misstatement of the financial statements will not be prevented or detected by Tama County Solid Waste Disposal Commission's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies, and accordingly, would not necessarily disclose all significant deficiencies that are considered to be material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Tama County Solid Waste Disposal Commission's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance or other matters that are required to be reported under Government Auditing Standards.

Comments involving statutory and other legal matters about the Commission's operations for the years ended June 30, 2009 and 2008 are based exclusively on knowledge obtained from procedures performed during our audits of the financial statements of the Commission. Since our audits are based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

This report, a public record by law, is intended solely for the information and use of the members and customers of Tama County Solid Waste Disposal Commission and other parties to whom the Commission may report. This report is not intended to be and should not be used by anyone other than these specified parties.

We would like to acknowledge the many courtesies and assistance extended to us by personnel of Tama County Solid Waste Disposal Commission during the course of our audits. Should you have any questions concerning any of the above matters, we shall be pleased to discuss them with you at your convenience.

Bowman & Miller, P.C.

Marshalltown, Iowa
December 21, 2009

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Schedule of Findings Years Ended June 30, 2009 and 2008

Findings Related to the Financial Statements:

Instances of significant deficiencies:

No matters were reported.

Instances of non-compliance:

No matters were reported.

Other Findings Related to Required Statutory Reporting:

- (1) Questionable Disbursements – No disbursements we believe may not meet the requirements of public purpose as defined in an Attorney General’s opinion dated April 25, 1979 were noted.
- (2) Travel expense – No disbursements of Commission money for travel expenses of spouses of Commission officials or employees were noted.
- (3) Commission Minutes – No transactions were found that we believe should have been approved in the Commission minutes but were not.
- (4) Deposits and Investments – No instances of non-compliance with the deposit and investment provisions of Chapter 12B and Chapter 12C of the Code of Iowa and the Commission’s investment policy were noted.
- (5) Solid Waste Tonnage Fees Retained – During the years ended June 30, 2009 and 2008, the Commission used or retained the solid waste fees in accordance with Chapter 455B.310(2) of the Code of Iowa.
- (6) Financial Assurance – The Commission has demonstrated financial assurance for closure and postclosure care costs by establishing a dedicated fund as required by Chapter 567-113.14(6) of the Iowa Administrative Code. Iowa Department of Natural Resources rules and regulations require deposits into the closure and postclosure care accounts be made at least yearly, and the deposits shall be made within 30 days of the close of each fiscal year. Currently, the Commission has an excess amount restricted for closure and postclosure care. The amounts required and restricted is as follows:

Total estimated required deposits for closure and postclosure care	\$ <u>604,986</u>
Amount Commission has restricted and reserved for closure and postclosure care at June 30, 2009	\$ <u>1,000,000</u>

TAMA COUNTY SOLID WASTE DISPOSAL COMMISSION

Audit Staff

This audit was performed by:

BOWMAN & MILLER, P.C.
Certified Public Accountants
Marshalltown, Iowa

Personnel:

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