

KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT
BUREAU OF WASTE MANAGEMENT
Solid Waste Form 1290
CHIEF FINANCIAL OFFICER'S LETTER FROM LOCAL GOVERNMENT

To: Kansas Department of Health and Environment
Attn: Bureau of Waste Management

I am the Chief Financial Officer of _____

a local government organized and existing under the laws of the state of Kansas. This letter is in support of this local government's use of the local government financial test to provide financial assurance for the closure, post-closure care, corrective action costs, or any combination of these, at the municipal solid waste landfill identified in the following numbered paragraphs.

1. This local government is the owner or operator of the following municipal solid waste landfill for which financial assurance for closure, post-closure care, corrective action costs, or any combination of these, is demonstrated according to the provisions in K.A.R. 28-29-2110: _____

_____ Permit No. _____

Closure \$ _____ Post-Closure \$ _____ Corrective Action \$ _____

[List additional sites and estimates on a separate sheet identified as "Attachment A"]

2. This local government also provides financial assurance for environmental obligations, or provides environmental guarantees, to another local government entity through a financial test procedure at the following site and jurisdiction (if none, enter "None"): _____

_____ Permit No. _____

Closure \$ _____ Post-Closure \$ _____ Corrective Action \$ _____

Jurisdiction _____

[List additional sites, estimates and jurisdictions on a separate sheet identified as "Attachment B"]

This local government financial test is based upon the financial conditions existing as of the close of the latest completed fiscal year ending on _____.

The accounting books and records of this local government are maintained according to the requirements of generally accepted accounting principals (GAAP) for governments, or on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the state of Kansas, which is a comprehensive basis of accounting other than GAAP for governments.

In support of this local government's use of financial test, I enclose the following documents:

- (a) Comprehensive Annual Financial Report (CAFR), or other audited Annual Financial Statements for the latest completed fiscal year;
- (b) Auditor's Special Report; and
- (c) Calculation and accumulation details supporting financial test amounts derived from the CAFR or other audited annual financial statements.

I certify that this local government:

- (a) Has no general obligation bonds outstanding which are rated lower than Moody's Baa or Standard & Poor's BBB;
- (b) Is not currently in default on payments of interest or principal on any general obligation bonds;
- (c) Has not operated at a deficit exceeding 5% in each of the two latest completed fiscal years;
- (d) Has passed the financial ratio test or the bond rating test specified for the use of local governments according to the provisions in K.A.R. 28-29-2110; and
- (e) Has not used the local government financial test to provide financial assurance for closure, post-closure, corrective action costs, or any combination of these, in excess of 43% of revenues as defined in K.A.R. 28-29-2110.

SIGNED FOR THE LOCAL GOVERNMENT

/S/ _____

Name _____

Title _____

Date _____

KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT
BUREAU OF WASTE MANAGEMENT

**LOCAL GOVERNMENT
FINANCIAL RATIO TEST**

Sum of the Environmental Obligations Assured by the Test

1. Total from the Chief Financial Officer's Letter \$ _____

Ratio Test Factors from the CAFR or Annual Financial Statements

[Attach details of calculation or accumulation of amounts from CAFR or AFS]

2. Total Annual Revenues \$ _____

3. Total Annual Expenditures \$ _____

4. Cash plus Marketable Securities \$ _____

5. Annual Debt Service \$ _____

6. Long-Term Debt (Issued in the Current Year) \$ _____

7. Non-Routine Capital Expenditures \$ _____

[Omit Lines 6 and 7 if GAAP for Governments accounting and reporting method is used]

Financial Ratio Test Calculations

8. Environmental Obligations / Total Annual Revenues _____
(Line 1 divided by Line 2 = < 0.43)

9. Total Annual Revenues / Total Annual Expenditures _____
(Line 2 divided by Line 3 = > 0.95)

10. Cash and Marketable Securities / Total Annual Expenditures _____
(Line 4 divided by Line 3 = > 0.05)

11. Annual Debt Service / Total Annual Expenditures _____
(Line 5 Divided by Line 3 = < 0.20)

12. Long-Term Debt / Non-Routine Capital Expenditures _____
(Line 6 divided by Line 7 = < 2.00)

[Omit Line 12 if GAAP for Governments accounting and reporting method is used]

KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT
BUREAU OF WASTE MANAGEMENT

**LOCAL GOVERNMENT
BOND RATING TEST**

Sum of the Environmental Obligations Assured by the Test

1. Total from the Chief Financial Officer's Letter \$ _____

Ratio Test Factors from the CAFR or Annual Financial Statements

[Attach details of calculation or accumulation of amounts from the CAFR or AFS]

2. Total Annual Revenues \$ _____

3. Total Annual Expenditures \$ _____

Bond Rating Test Calculations

4. Environmental Obligations / Total Annual Revenues _____
(Line 1 divided by Line 2 = < 0.43)

5. Total Annual Revenues / Total Annual Expenditures _____
(Line 2 divided by Line 3 = > 0.95)

Bond Rating

6. Amount, Description, Issue Date and Due Date of Rated General Obligation Bonds _____

7. Currently Assigned Bond Rating _____

8. Rating Agency _____

[Attach written evidence of the current bond rating]