

AGENDA
LOUDON COUNTY SOLID WASTE DISPOSAL COMMISSION
July 14, 2015
6:30 p.m.
LOUDON COUNTY COURTHOUSE ANNEX
Loudon, Tennessee

1. Opening of Meeting, Pledge of Allegiance, Invocation
2. Approval of Minutes – May12, 2015 and June 9, 2015
3. Items of Public Concern
4. Cash Activity Report
5. Operations Report
6. Audit services for FY 2015
7. Operating Agreement Proposed Modifications
8. Attorney’s Report
9. Chairman’s Report
10. Other Items of Commission’s Consideration
11. Adjourn

Loudon County Department of Accounts and Budgets
Solid Waste Disposal Fund 207
Monthly Cash Report
June 2015

May 2015 Combined Ending Cash Balance per Monthly Report	2,995,090.02	
Adjustments:	0.00	
	0.00	
Total Adjustments		0.00
Adjusted May 2015 Combined Ending Balance per Loudon Co Trustee		2,995,090.02

Solid Waste Disposal Commission Operating Fund

Operating Fund Ending Balance May 2015		2,615,423.35
Cash Receipts:		
Surcharge - Host Fees (Apr & May 2015)	21,304.00	
Surcharge - Security Fees (Apr & May 2015)	28,327.21	
Investment Income	1,144.99	
Total Monthly Revenue		50,776.20
Cash Disbursements:		
Board & Committee Members Fees	(150.00)	
Audit Services (Mitchell Emert & Hill)	(7,500.00)	
Contracts with Private Agencies (Santek)	0.00	
Engineering Services (Santek)	0.00	
Contributions (Loudon Utilities - Quarterly)	(3,750.00)	
Legal Services	0.00	
Legal Notices	(159.00)	
Other Contracted Services (Mowing)	0.00	
In-Service/Staff Development (Refund)	225.00	
Trustee's Commission	(502.14)	
Total Cash Disbursements		(11,836.14)
Expenditure Credit:		
Trustee Commission Adjustment		0.00
<u>Operating Fund Ending Balance June 2015</u>		<u>2,654,363.41</u>

Poplar Springs Subfund

Poplar Springs Subfund Balance May 2015		379,666.67
Cash Receipts:		
Total Monthly Revenue	0.00	0.00
Cash Disbursements:		
Legal Services	0.00	
Legal Services Repayment to Operating Fund	0.00	
Total Cash Disbursements		0.00
<u>Poplar Springs Subfund Balance June 2015</u>		<u>379,666.67</u>

<u>TOTAL COMBINED OPERATING AND POPLAR SPRINGS JUNE 2015 BALANCE</u>		<u>3,034,030.08</u>
---	--	----------------------------

Combined Summary - June 2015		
Beginning Balance		2,995,090.02
Plus Operating Revenue		50,776.20
Less Operating and Poplar Springs Disbursements		(11,836.14)
TOTAL COMBINED BALANCE - JUNE 2015		<u>3,034,030.08</u>

**CONTRACT TO AUDIT ACCOUNTS
OF
Loudon County Solid Waste Disposal Commission**

FROM July 01, 2014 TO June 30, 2015

This agreement made this **3rd** day of **July 2015**, by and between **Mitchell Emert and Hill, 416 Erin Drive, Knoxville, TN 37919**, hereinafter referred to as the "auditor" and **Loudon County Solid Waste Disposal Commission, of 101 Mulberry Street, Suite 102, Loudon, TN 37774**, hereinafter referred to as the "organization", as follows:

1. In accordance with the requirements of the laws and/or regulations of the State of Tennessee, the auditor shall perform a financial and compliance audit of the organization for the period beginning **July 01, 2014**, and ending **June 30, 2015** with the **exceptions listed below**:
2. The auditor shall conduct the audit in accordance with *Government Auditing Standards* issued by the Comptroller General of the United States and requirements prescribed by the Comptroller of the Treasury, State of Tennessee, as detailed in the *Audit Manual*. Additional information and procedures necessary to comply with requirements of governments other than the State of Tennessee are permissible provided they do not conflict with or undermine the requirements previously referenced. If applicable, the audit is to be conducted in accordance with the provisions of the Single Audit Act and U.S. Office of Management and Budget (OMB) *Circular A-133*. The audit is also to be conducted in accordance with any other applicable federal management circulars. It is agreed that this audit will conform to standards, procedures, and reporting requirements established by the Comptroller of the Treasury. It is further agreed that any deviation from these standards and procedures will be approved in writing by the Comptroller of the Treasury prior to the execution of the contract. The interpretation of this contract shall be governed by the above-mentioned publications and the laws of the State of Tennessee.
3. The auditor shall, as part of the written audit report, submit to the organization's management and those charged with governance:
 - a) a report containing an expression of an unqualified or modified opinion on the financial statements, as prescribed by the *Audit Manual*. This report shall state the audit was performed in accordance with *Government Auditing Standards*, except when a disclaimer of opinion is issued. If the organization is a component unit or fund of another entity, it is agreed that: (a) the financial statements may be included in the financial statements of the other entity; (b) the principal auditor for the other entity may rely upon the contracted auditor's report; and (c) any additional information required by the principal auditor of the other entity will be provided in a timely manner.
 - b) a report on the internal control and on compliance with applicable laws and regulations and other matters. This report shall be issued regardless of whether the organization received any federal funding. Audit reports of entities which are subject to the provisions of the Single Audit Act and OMB *Circular A-133* shall include the additional report required by that circular. The reports will set forth findings, recommendations for improvement, concurrence or nonconcurrence of appropriate officials with the audit findings, comments on corrective action taken or planned, and comments on the disposition of prior year findings.
4. If a management letter or any other reports or correspondence relating to other matters involving internal controls or noncompliance are issued in connection with this audit, a copy shall be filed with the Comptroller of the Treasury. Such management letters, reports, or correspondence shall be consistent with the findings published in the audit report (i.e., they shall disclose no reportable matters or significant deficiencies not also disclosed in the findings found in the published audit report).
5. The auditor shall file **one (1)** electronic copy of said report with the Comptroller of the Treasury, State of Tennessee. The auditor shall furnish **10** printed copies and/or an electronic copy of the report to the organization's management and those charged with governance. It is anticipated that the auditor's report shall be filed prior to **December 31, 2015**, but in no case, shall be filed later than **six (6) months following the period to be audited, without explanation to the Comptroller of the Treasury, State of Tennessee and the organization**. Requirements for additional copies, including those to be filed with the appropriate officials of granting agencies, are listed below:
6. The auditor agrees to retain working papers for no less than five (5) years from the date the report is received by the Department of Audit. In addition, the auditor agrees that all audit working papers shall, upon request, be made available in the manner requested by the Comptroller for review by the Comptroller of the Treasury or the Comptroller's representatives, agents, and legal counsel, while the audit is in progress and/or subsequent to the completion of the report. Furthermore, at the Comptroller's discretion, it is agreed that the working papers will be reviewed at the office of the auditor, the entity, or the Comptroller and that copies of the working papers can be made by the Comptroller's representatives or may be requested to be made by the firm and may be retained by the Comptroller's representatives.

7. Any reasonable suspicion of fraud, (regardless of materiality) or other unlawful acts including, but not limited to theft, forgery, credit/debit card fraud, or any other act of unlawful taking, waste, or abuse of, or official misconduct, as defined in *Tennessee Code Annotated*, § 39-16-402, involving public money, property, or services shall, upon discovery, be promptly reported in writing by the auditor to the Comptroller of the Treasury, State of Tennessee, who shall under all circumstances have the authority, at the discretion of the Comptroller, to directly investigate such matters. Notwithstanding anything herein to the contrary, the Comptroller of the Treasury, State of Tennessee, acknowledges that the auditor's responsibility hereunder is to design its audit to obtain reasonable, but not absolute, assurance of detecting fraud that would have a material effect on the financial statements, as well as other illegal acts or violations of provisions of contracts or grant agreements having a direct and material effect on financial statement amounts. If the circumstances disclosed by the audit call for a more detailed investigation by the auditor than necessary under ordinary circumstances, the auditor shall inform the organization's management and those in charge of governance in writing of the need for such additional investigation and the additional compensation required therefor. Upon approval by the Comptroller of the treasury, an amendment to this contract may be made by the organization's management and those charged with governance and the auditor for such additional investigation.

8. **Group Audits.** The provisions of Section 8, relate exclusively to contracts to audit components of a group under SAS 122, Section AU-C 600. (See definitions in AU-C 600, Paragraph 11.) Section 8 is only applicable to an auditor that audits a component (e.g. a fund, component unit, or other component) **of a county government that is audited by the Division of Local Government Audit (LGA).** Section 8 is intended to satisfy the communication requirements for the group auditor (LGA) to the component auditor under AU-C 600.

- a) The Division of Local Government Audit (LGA) shall be considered the "group auditor" for any contract to audit a component of an applicable county government. LGA shall present the county's financial statements in compliance with U.S. Generally Accepted Accounting Principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). LGA shall conduct the audit in accordance with auditing standards generally accepted in the United States of America and the auditing standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.
- b) The contracting auditor shall be considered the "component auditor" for purposes of this section.
- c) The financial statements audited by the component auditor should be presented in accordance with GAAP as promulgated by GASB. If the financial reporting framework for any component does not conform to this basis, the financial reporting framework should be disclosed in Section 9 (Special Provisions). (Component financial statements that are not presented using the same financial reporting framework as the county's financial statements may cause this contract to be rejected.)
- d) The component auditor shall conduct the component audit in accordance with auditing standards generally accepted in the United States of America and the auditing standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States.
- e) The component auditor shall cooperate with LGA to accomplish the group audit. It is anticipated that LGA will make reference to the component auditor's report in the group audit report. Should LGA find it necessary to assume responsibility for the component auditor's work, the terms, if any, shall be negotiated under a separate addendum to this contract.
- f) The component auditor shall follow the ethical requirements of *Government Auditing Standards* and affirms that the component auditor is independent to perform the audit and will remain independent throughout the course of the component audit engagement.
- g) The component auditor affirms that the component auditor is professionally competent to perform the audit. LGA may confirm certain aspects of the component auditor's competence through the Tennessee State Board of Accountancy.
- h) The component auditor will be contacted via email by the LGA's Audit Review Manager with the estimated date of the conclusion of LGA's audit of the county government. The component auditor agrees to update subsequent events between the date of the component auditor's report and the date of the conclusion of LGA's audit of the county government. Additional subsequent events should be communicated via email to LGA's Audit Review Manager.
- i) The component auditor shall read LGA's audited financial statements for the county government for the previous fiscal year noting in particular **related parties** in the notes to the financial statements, and **material misstatement** findings in the Findings and Questioned Costs Section. The previous year audited financial statements can be obtained from the Comptroller's website at www.comptroller.tn.gov. As required by generally accepted auditing standards, we have identified Management Override of Controls and Improper Revenue Recognition as presumptive fraud risks. The component auditor shall communicate to LGA (i.e. group management) on a timely basis **related parties** not previously identified by the group management in LGA's prior year audited financial statements. Related parties should be communicated via email to LGA's Audit Review Manager.
- j) The component auditor's report should not be restricted as to use in accordance with AU-C, 25 (b) and AU-C, 905.
- k) Sections 1-7 and Sections 9-13 of this contract are also applicable to the component auditor during the performance of the component audit.

9. (Special Provisions)

10. In consideration of the satisfactory performance of the provisions of this contract, the organization shall pay to the auditor a fee of (Fees may be fixed amounts or estimated.) (Fixed Amount: **7,200**) or (Estimated gross fee:)

(If not fixed amount, an estimated gross fee should be furnished to the governing unit for budgetary purposes. A schedule of fees and/or rates should be set forth below. Interim billings may be arranged with consent of both parties to this contract.) Provision for the payment of fees under this agreement has been or will be made by appropriation of management and those charged with governance.

SCHEDULE OF FEES AND/OR RATES:

11. As the authorized representative of the firm, I do hereby affirm that:

- our firm and all individuals participating in the audit are in compliance with all requirements of the Tennessee State Board of Accountancy and;
- our firm has participated in an external quality control review at least once every three (3) years, conducted by an organization not affiliated with our firm, and that a copy of our most recent external quality control review report has been provided to the organization, and the office of the Tennessee Comptroller of the Treasury approving this contract;
- all members of the staff assigned to this audit have obtained the necessary hours of continuing professional education required by *Government Auditing Standards*.
- all auditors participating in the engagement are independent under the requirements of the American Institute of Certified Public Accountants and *Government Auditing Standards*.

12. This writing, including any amendments or special provisions, contains all terms of this contract. There are no other agreements between the parties hereto and no other agreements relative hereto shall be enforceable, unless entered into in accordance with the procedures set out herein and approved by the Comptroller of the Treasury, State of Tennessee. In the event of a conflict or inconsistency between this contract and the special provisions contained in paragraph 9 of this contract, the special provision(s) are deemed to be void. Any changes to this contract must be agreed to in writing by the parties hereto and must be approved by the Comptroller of the Treasury, State of Tennessee. All parties agree that the digital signatures, that is, the electronic signatures applied by submitting the contract, are acceptable as provided for in the Uniform Electronic Transaction Act. Any paper documents submitted related to this contract will be converted to an electronic format and such electronic document(s) will be treated as the official document(s).

13. If any term of this contract is declared by a court having jurisdiction to be illegal or unenforceable, the validity of the remaining terms will not be affected, and, if possible, the rights and obligations of the parties are to be construed and enforced as if the contract did not contain that term.

Audit firms

Governmental Unit or Organization

By

Signature

Title/Position:

E-mail address:

Date:

By

Signature

Title/Position:

E-mail address:

Date:

Approved by the Comptroller of the Treasury, State of Tennessee

For the Comptroller:

By

Date:



**STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
DEPARTMENT OF AUDIT
DIVISION OF LOCAL GOVERNMENT AUDIT
SUITE 1500
JAMES K. POLK STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37243-1402
PHONE (615) 401-7841**

June 30, 2015

Mr. Steve Field, Chairman
Loudon County Solid Waste Disposal Commission
101 Mulberry Street, Suite 102
Loudon, TN 37774

Dear Mr. Field:

This letter acknowledges receipt of the audited financial statements of the Loudon County Solid Waste Disposal Commission for the fiscal year ended June 30, 2014. These financial statements have been reviewed and accepted as part of the public records of the State of Tennessee.

The audited financial statements of the Loudon County Solid Waste Disposal Commission are the responsibility of the commission's management. During our review and approval of these financial statements, we observed the following points regarding the published report:

1. The following inconsistencies were noted in the Statement of Cash Flows:
 - a. The amount reflected as cash at the end of the year of \$2,848,803 on the Statement of Cash Flows did not agree with the amount reported on the Statement of Net Position of \$2,846,609.
 - b. Net cash provided by operating activities of \$250,639 reported in the reconciliation of (loss) from operations to net cash provided (used) by operating activities did not agree with the same captioned amount reported on the Statement of Cash Flows of \$252,833.

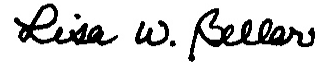
Please refer to the Codification of Governmental Accounting and Financial Reporting Standards (2013-2014 Edition), Sections 2450.105 and 2450.129, for reporting guidance.

2. The amounts reported in Note B (page 13) for capital assets of \$1,637,661 and accumulated depreciation of \$(190,591) did not agree with the amounts reported for these items on the Statement of Net Position of \$1,535,868 and \$(88,798), respectively. The Notes to the Financial Statements should be consistent with the financial statements.
3. The reference to the "statement of net assets" in Note G to the financial statements (page 16) should be updated to "statement of net position."

Mr. Steve Field, Chairman
Loudon County Solid Waste Disposal Commission
June 30, 2015
Page 2 of 2

These points will be communicated to the auditor and should be addressed in any subsequent reports of the Loudon County Solid Waste Disposal Commission. Please notify me if you have any questions.

Sincerely yours,

A handwritten signature in black ink that reads "Lisa W. Bellar". The signature is written in a cursive style with a large initial "L".

Lisa W. Bellar, CPA, Auditor
Division of Local Government Audit

xc: Mr. Richard Hill
Mitchell Emert and Hill
Certified Public Accountants

Steve Field

From: Richard Hill <Richardhill@mehcpa.com>
Sent: Sunday, July 05, 2015 4:14 PM
To: Steve Field
Subject: RE: Audit - year ended June 30, 2015

Steve,

Items 1 & 2 were a result of last minute changes to the financial statements that didn't get carried through to all areas. The largest one of these was the removal of the equipment no longer on hand. The third item was a minor titling issue on one line item. None of these issues were material to the financial statements, so the state accepted the report as presented. Not as much rookie mistakes as minor clerical matters that are easily fixed.

Richard

From: Steve Field [mailto:sm_field@bellsouth.net]
Sent: Sunday, July 05, 2015 3:30 PM
To: Richard Hill
Subject: RE: Audit - year ended June 30, 2015

Thanks Richard,

I'll present this to the board at our next meeting.

Any words of wisdom to pass onto the board about the "notes" from the comptroller? After review, they seem like "rookie" mistakes (sorry...). I'm quite sure we will do better next time.

Steve Field

From: Richard Hill [<mailto:Richardhill@mehcpa.com>]
Sent: Friday, July 03, 2015 5:54 PM
To: steve field
Subject: Audit - year ended June 30, 2015

Steve,

I have attached a draft of the audit contract for the year ending June 30, 2015 (although not a PDF file type, it will open with Adobe). I do this, not to be presumptuous, but so you will have this information for your upcoming board meeting. The fee is \$7,200, a \$450 increase from the prior year. This increase is a little higher than our normal amount, but we are consistently spending more time on the audit due to the variety of issues that have come up in recent years. I hope this meets with you and the Board's approval. If so, will you kindly reply to this email and I will get the engagement letter prepared and finalize the contract.

We look forward to continuing our work with you and the Commission.

Best regards,



Richard W. Hill, CPA, CGMA
Mitchell Emert & Hill, P.C.

**Monthly Operations Report
Matlock Bend Landfill
July 14, 2015**

**Presented by:
Santek Environmental, Inc.**



650 25th Street, N.W., Suite 100
Cleveland, Tennessee 37311
(423) 303-7101
Toll Free: (800) 467-9160

Email: mail@santekenviro.com
Internet: www.santekenviro.com

- I. OPERATIONS**
 - A. Tonnage Report
 - B. Customer Report
 - C. Inspection
 - D. Materials Classification Report
 - E. Waste Characterization Report
 - F. Tire Report
 - G. Greenback School Demolition Job
 - H. Kimberly-Clark Alternative Daily Cover Usage

- II. REMAINING AIRSPACE UTILIZATION SCHEDULE**

- III. HOST & SECURITY FEES**

LANDFILL TONNAGE VOLUME
MONTH ENDING -
June 2015

MATLOCK BEND LANDFILL

MONTH	2014	2015	2014 TO 2015
JANUARY	18,181.51	12,350.37	(5,831.14)
FEBRUARY	18,827.30	9,780.01	(9,047.29)
MARCH	19,821.19	14,194.83	(5,626.36)
APRIL	21,488.87	14,753.38	(6,735.49)
MAY	19,160.50	13,573.83	(5,586.67)
JUNE	15,228.14	16,695.74	1,467.60
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	112,707.51	81,348.16	(31,359.35)

**DAILY AVG FOR ANY
 RUNNING 30 DAY
 PERIOD** **556.53**

CITY OF LOUDON

MONTH	2014	2015	2014 TO 2015
JANUARY	326.75	339.80	13.05
FEBRUARY	322.26	265.51	(56.75)
MARCH	355.95	385.99	30.04
APRIL	380.93	379.81	(1.12)
MAY	383.29	367.66	(15.63)
JUNE	402.25	411.35	9.10
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	2,171.43	2,150.12	(21.31)

LOUDON COUNTY

MONTH	2014	2015	2014 TO 2015
JANUARY	413.74	432.51	18.77
FEBRUARY	391.37	344.16	(47.21)
MARCH	444.91	466.57	21.66
APRIL	436.44	476.65	40.21
MAY	463.42	477.51	14.09
JUNE	451.76	473.83	22.07
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	2,601.64	2,671.23	69.59

WASTE SERVICES OF TN

MONTH	2014	2015	2014 TO 2015
JANUARY	5,007.47	2,031.57	(2,975.90)
FEBRUARY	4,363.83	1,584.21	(2,779.62)
MARCH	4,318.51	2,201.02	(2,117.49)
APRIL	4,920.17	2,255.16	(2,665.01)
MAY	4,482.69	2,237.74	(2,244.95)
JUNE	4,005.97	2,153.85	(1,852.12)
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	27,098.64	12,463.55	(14,635.09)

LENOIR CITY

MONTH	2014	2015	2014 TO 2015
JANUARY	255.87	277.10	21.23
FEBRUARY	256.28	221.09	(35.19)
MARCH	307.30	379.43	72.13
APRIL	380.93	389.66	8.73
MAY	363.48	308.39	(55.09)
JUNE	333.05	339.02	5.97
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	1,896.91	1,914.69	17.78

TENNESSEE TRASH

MONTH	2014	2015	2014 TO 2015
JANUARY	1,509.64	2,321.78	812.14
FEBRUARY	1,560.54	1,561.72	1.18
MARCH	1,778.92	2,426.85	647.93
APRIL	2,067.49	2,481.53	414.04
MAY	2,020.17	2,187.70	167.53
JUNE	2,012.92	2,447.90	434.98
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	10,949.68	13,427.48	2,477.80

LANDFILL TONNAGE VOLUME
MONTH ENDING -
June 2015

KIMBERLY CLARK - PAPER WASTE

MONTH	2014	2015	2014 TO 2015
JANUARY	7,846.43	2,541.93	(5,304.50)
FEBRUARY	7,663.61	2,450.48	(5,213.13)
MARCH	8,275.51	2,901.51	(5,374.00)
APRIL	8,218.88	3,187.70	(5,031.18)
MAY	6,458.22	2,973.18	(3,485.04)
JUNE	3,128.27	2,447.90	(680.37)
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	41,590.92	16,502.70	(25,088.22)

TATE & LYLE - SLUDGE

MONTH	2014	2015	2014 TO 2015
JANUARY	2,088.33	0.00	(2,088.33)
FEBRUARY	2,387.03	0.00	(2,387.03)
MARCH	2,292.99	0.00	(2,292.99)
APRIL	2,601.69	0.00	(2,601.69)
MAY	2,050.17	0.00	(2,050.17)
JUNE	1,700.20	0.00	(1,700.20)
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	13,120.41	0.00	(13,120.41)

PSC METALS INC

MONTH	2014	2015	2014 TO 2015
JANUARY	1,136.94	1,795.83	658.89
FEBRUARY	1,834.26	1,475.73	(358.53)
MARCH	2,139.46	2,424.61	285.15
APRIL	2,915.74	2,291.98	(623.76)
MAY	2,571.44	2,293.32	(278.12)
JUNE	2,708.47	4,563.22	1,854.75
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	13,306.31	14,844.69	1,538.38

TATE & LYLE - ASH

MONTH	2014	2015	2014 TO 2015
JANUARY	933.76	0.00	(933.76)
FEBRUARY	567.17	0.00	(567.17)
MARCH	90.20	0.00	(90.20)
APRIL	218.21	0.00	(218.21)
MAY	356.37	0.00	(356.37)
JUNE	237.06	0.00	(237.06)
JULY			0.00
AUGUST			0.00
SEPTEMBER			0.00
OCTOBER			0.00
NOVEMBER			0.00
DECEMBER			0.00
TOTAL	2,402.77	0.00	(2,402.77)



**TENNESSEE DEPARTMENT OF ENVIRONMENT AND CONSERVATION
DIVISION OF SOLID WASTE MANAGEMENT
SOLID WASTE DISPOSAL FACILITY EVALUATION**

NAME OF SITE <i>Mallett Bend</i>		REGISTRATION NUMBER <i>SNL 521030203</i>		DATE <i>6-24-15</i>		
LOCATION (physical) <i>Rt 72 Caudon</i>		PURPOSE <input checked="" type="checkbox"/> Complete <input type="checkbox"/> Follow-up <input type="checkbox"/> Complaint <input type="checkbox"/> Other				
OWNER/OPERATOR <i>Caudon Co</i>		TYPE OF FACILITY <input checked="" type="checkbox"/> CLASS I <input type="checkbox"/> CLASS II <input type="checkbox"/> CLASS III <input type="checkbox"/> CLASS IV				
		V1	V2		V1	V2
Inadequate vector control	8010	___	___	Leachate improperly managed	8330	___
Access not limited to operating hours	8020	___	___	Inadequate leachate collection system	8340	___
Inadequate artificial or natural barrier	8030	___	___	Leachate observed at the site	8350	___
Inadequate information signs	8040	___	___	Leachate entering runoff	8360	___
Unsatisfactory access road(s)/parking area(s)	8050	___	___	Leachate entering a water course	8370	___
Certified personnel not present during operating hours	8060	___	___	Inadequate gas migration control system	8380	___
Unapproved salvaging of waste	8070	___	___	Inadequate maintenance of gas migration control system	8390	___
Evidence of open burning	8080	___	___	Potential for explosions or uncontrolled fires	8420	___
Inadequate fire protection	8090	___	___	Waste not confined to a manageable area	8430	___
Unsatisfactory litter control	8110	___	___	Improper spreading of waste	8440	___
Inadequate employee facilities	8120	___	___	Improper compacting of waste	8450	___
No communication devices	8130	___	___	Unsatisfactory initial cover	8460	___
Inadequate operating equipment	8140	___	___	Unsatisfactory intermediate cover	8470	___
Unavailability of backup equipment	8150	___	___	Unsatisfactory final cover	8480	___
Unavailability of cover material	8160	___	___	Excessive pooling of water	8490	___
Inadequate maintenance of runoff/runoff system(s)	8170	___	___	Unsatisfactory stabilization of cover	8510	___
Inadequate erosion control	8180	___	___	Dumping of waste into water	8520	___
Inadequate dust control	8190	___	___	Unsatisfactory records or reports	8530	___
Unauthorized waste accepted	8210	___	___	Groundwater monitoring system improperly maintained	8540	___
Unapproved special waste accepted	8220	___	___	Operation does not correspond with engineering plans	8570	___
Tires improperly handled	8230	___	___	Operation does not correspond with permit condition(s)	8580	___
Medical waste improperly handled	8240	___	___	Permit, plans, operating manual not available	8590	___
Dead animals improperly handled	8250	___	___	No operating scales	8610	___
Washout of solid waste	8270	___	___			
No permanent benchmark	8280	___	___			
Inadequate random inspection program	8290	___	___			
Mishandling of special waste	8300	___	___			
Buffer zone standard violated	8310	___	___			
Inadequate maintenance of leachate management system	8320	___	___			
COMMENTS:						
<i>Building 3:1 slope.</i>						
<i>Finishing concrete on truck wash.</i>						
<i>Some leachate seeps repaired.</i>						
<i>No violations.</i>						
PERSON INTERVIEWED (Signature) <i>Paul D. ...</i>		INSPECTED BY (Signature) <i>Robert M. ...</i>				
TITLE <i>Manager</i>		TITLE <i>Env. Scientist</i>				
TIME OF DAY <i>1450</i>	WEATHER CONDITIONS <i>90s Sunny</i>		COMPLIANCE DATE			

Distribution: Facility - White Field Office - Canary Central Office - XC

Materials Classification Report
Matlock Bend Landfill
Monthly Tonnage Summary June 2015

Material	Tonnage	2012 Sludge %		2013 Sludge %	
MSW		January	6%	January	11%
		February	8%	February	13%
MSW	<u>8,486</u>	March	8%	March	12%
		April	9%	April	12%
Special Waste		May	8%	May	10%
		June	8%	June	13%
Other	8,054	July	11%	July	11%
		August	10%	August	9%
Ash	49	September	10%	September	12%
		October	12%	October	10%
Sludge	<u>107</u>	November	10%	November	12%
		December	10%	December	13%
Total Special Waste	<u><u>8,210</u></u>				
Total MSW & SW	16,696				
Tires	58				
Total Material	<u><u>16,754</u></u>				
% MSW	<u><u>51%</u></u>				
% Special Waste	<u><u>49%</u></u>				
% Sludge	<u><u>1%</u></u>				

	2014 Sludge %		2015 Sludge %	
January	12%	January	2%	
February	13%	February	3%	
March	12%	March	3%	
April	13%	April	1%	
May	12%	May	2%	
June	12%	June	1%	
July	12%	July		
August	6%	August		
September	1%	September		
October	3%	October		
November	4%	November		
December	2%	December		

**2014-2015 Matlock Bend
Landfill Tire Report**

Month	Tonnage
Jul-14	51.84
Aug-14	14.23
Sep-14	33.99
Oct-14	39.8
Nov-14	69.61
Dec-14	21.27
Jan-15	35.61
Feb-15	31.31
Mar-15	33.54
Apr-15	56.55
May-15	32.31
Jun-15	54.74
Total (tons)	474.8

Matlock Bend Landfill - Module H 2015 Airspace Projection / Construction Schedule

DATE	REMAINING AIRSPACE ¹ (CY)	MONTHLY TONNAGE	ACTUAL / PROJECTED ²	UTILIZATION FACTOR	MONTHLY VOLUME CONSUMED (CY)	ENDING MONTHLY REMAINING AIRSPACE (CY)
		15,008		0.99		
Sept. 18, 2014	382,853	-	-	-	-	-
Sept. 19-30, 2014	-	4,478	A	0.99	4,433	378,420
October	-	11,007	A	0.99	10,897	367,523
November	-	9,330	A	0.99	9,237	358,286
December	-	12,005	A	0.99	11,885	346,402
January '15	-	12,350	A	0.99	12,227	334,175
February	-	9,780	A	0.99	9,682	324,493
March	-	14,195	A	0.99	14,053	310,440
April	-	14,753	A	0.99	14,606	295,834
May	-	13,574	A	0.99	13,438	282,396
June	-	16,696	A	0.99	16,529	265,867
July	-	15,008	P	0.99	14,858	251,009
August	-	15,008	P	0.99	14,858	236,152
September	-	15,008	P	0.99	14,858	221,294
October	-	15,008	P	0.99	14,858	206,437
November	-	15,008	P	0.99	14,858	191,579
December	-	15,008	P	0.99	14,858	176,721

¹ = Remaining airspace based on Sept. 18, 2014 aerial survey.

Full Date

December-2016

² = Projected tonnages are based on a 3 month average per Matt Dillard on 6-2-09.

³ = Utilization rate based on the annual utilization rate per October 27, 2008 construction meeting (Avg. Utilization = 1.28 cy/ton)

Tonnage for Past 3 Months

April	14,753
May	13,574
June	16,696
Average	15,008

cc: Tim
Matt
Cheryl
Ron
Chris
Raymond
Jason
Andy

SANTEK



WasteServices

650 25th Street NW, Ste 100
Cleveland, TN 37311

Phone: (423) 303-7101
Toll Free: (800) 467-9160
www.santekenviro.com

July 13, 2015

Loudon County Solid Waste Disposal Commission
100 River Road
P.O. Box 351
Loudon, TN 37774

Dear Steve:

Pursuant to Section 10.6 and 10.7 of the Sanitary Landfill Operation Agreement between Loudon and Santek as of July 1, 2007, Santek agreed to pay the Commission a host fee and security fee as defined in the Agreement. The following recap reflects the calculation for the period June 1, 2015 to June 30, 2015:

Host Fees (Greater of below) –	
Total Tip Fees Billed	\$274,598.13
Host Fee Percentage	<u>4.00%</u>
	\$ 10,983.93
Minimum Fee	<u>\$ 10,652.00</u>
Security Fees (Greater of below) –	
Total Tonnage Received	16,695.74
Rate per ton	<u>\$ 1.00</u>
Total	\$ 16,695.74
Total Tip Fees Billed	\$274,598.13
Security Fee Percentage	<u>5.00%</u>
	\$ 13,729.91

Our checks in payment of the above fees have been remitted to the above address for the Commission. Should you have any questions or need additional information, please let me know.

Sincerely,

Andrew Kandy
Vice President of Finance & Corporate Controller