

**LETTER FROM THE CHIEF FINANCIAL OFFICER FOR THE
CORPORATE FINANCIAL TEST**

Douglas J. Hansen, Director
Utah Division of Waste Management and Radiation Control
PO Box 144880
Salt Lake City, Utah 84114-4880

Dear Mr. Hansen:

I am the chief financial officer of *[(insert name Corporation Providing Financial Test).]*
This letter is in support of the use of the financial test to demonstrate financial assurance for closure, post-closure care, or corrective action for cost estimates listed below by the corporation financial test.

(For each facility, fill in the following paragraph, including its permit identification number, name, address, and current closure and/or post-closure cost estimates. Identify each cost estimate as to whether it is for closure or post-closure care.)

Part I.

[Insert name Corporation owning the Landfill] is the owner or operator of the following facilities in Utah for which financial assurance for closure or post-closure care is demonstrated through the financial test specified in R315-309-9. The current closure and/or post-closure cost estimates covered by the test are shown for each facility. *(Include all landfill facilities.)*

a.

Name & Permit Number: _____
Address: _____
Closure Cost Estimate: _____
Post-Closure Cost Estimate: _____

b.

Name & Permit Number: _____
Address: _____
Closure Cost Estimate: _____
Post-Closure Cost Estimate: _____

Total of all current closure and post-closure cost estimates from all facilities listed above: _____

The fiscal year of (insert name corporation guaranteeing financial assurance) ends on (*month, day*). The (insert name corporation guaranteeing financial assurance) independently audited, fiscal year-end financial statements for the latest completed fiscal year, have been placed in the facilities operating record. (*A copy of the financial statements and the auditor's special report should be attached to this letter*).

Part II

Provide evidence demonstrating that the corporation/guaranteeing corporation meets all the requirements of R315-309-9(3)(a)(ii), to include the following:

The owner or operator must satisfy one of the following three Alternatives:

Alternative I - Current Rating for its senior unsubordinated debt of AAA, AA, A or BBB as issued by Standard and Poor's or Aaa, Aa, or Baa as Issued by Mood's as required by R315-309-9(2)(a)(i).

Yes () No () If Yes Provide Evidence

Alternative II - Financial Ratio of less than 1.5 comparing Total Liabilities to Net Worth

Yes () No () If Yes Provide Evidence

Alternative III - Financial Ratio of greater than 0.10 comparing the sum of net income plus depreciation, depletion and amortization, minus \$10million, to liabilities

Yes () No () If Yes Provide Evidence

Part III

Submit a copy of the independent certified public accountant unqualified opinion of the Owner/operator or guaranteeing corporation financial statements for the latest completed fiscal year.

The financial statements must include the following financial information

Tangible Net Worth

The tangible net worth of the owner/operator or guaranteeing corporation must be greater than:

The sum of the current closure, post-closure, and corrective action cost estimates and any other obligation, including guarantees, covered by a financial test plus \$10 million except as provided in R315-309-9(2)(b)(ii)

Yes () No () If Yes Provide Evidence

10 million in net worth plus amount of any guarantees that have not been recognized as liabilities on financial statement provided all of the current closure, post-closure, and corrective action cost estimates and any other obligation covered by the financial test are recognized as liabilities on the owner/operator or guaranteeing corporation audited statements subject to approval by the Director

Yes () No () If Yes Provide Evidence

The owner/operator or guaranteeing corporation must have assets in the United States amounting to at least the sum of current closure, post-closure, and corrective action cost estimates and any other obligation covered by the financial test.

Yes () No () If Yes Provide Evidence

Part IV

I hereby certify that the statements, evidence provided, and certifications made in Parts I through III above are correct and that *[(insert name Corporation Providing Financial Test).]* meets the requirements of UAC R315-309-9 *(all/a portion)* of the assured costs for closure, post-closure care, and/or corrective action for the above named facilities. *(If less than 100% indicate the other financial assurance mechanism(s) to be used).*

(Signature)

(Name)

(Title)

(Date)

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To *[(insert name Corporation Providing Financial Test).]*
[address]

We have performed the procedures as specified in UAC R315-309-9 enumerated below, which were agreed to by the *[(insert name Corporation Providing Financial Test).]*], solely to assist you and the Utah Division of Waste Management and Radiation Control in evaluating the *[(insert name Corporation Providing Financial Test).]*'s use of the financial test to demonstrate financial assurance for closure and post-closure care during the year ended *[date of audited financial statement]*. This engagement to apply agreed-upon procedures was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of this report. 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. This report does not constitute a legal determination as to *[(insert name Corporation Providing Financial Test).]* compliance with specified requirements.

The procedures that we performed and our findings are as follows:

Total Liabilities

We agreed the total liabilities in Exhibit A to the audited consolidated financial statements of the Company as of December 31, 2015 without exception. Each division's 2015 general ledger, including all liability accounts, was agreed to the consolidating balance sheet, which was agreed to the audited consolidated financial statements.

Tangible Net Worth

We recalculated tangible net worth in Exhibit A without exception by taking total assets and subtracting total liabilities, goodwill, and other intangible assets less related accumulated amortization from the audited consolidated financial statements of the Company as of December 31, 2015. Each division's 2015 general ledger, including all asset, liability, goodwill, and other intangible asset and related accumulated amortization accounts, was agreed to the consolidating balance sheet as of December 31, 2015, which was agreed to the audited consolidated financial statements of the Company as of December 31, 2015.

Net Worth

We recalculated net worth in Exhibit A without exception by taking total assets and subtracting total liabilities from the audited consolidated financial statements of the Company as of December 31, 2015. Each division's 2015 general ledger, including all asset and liability accounts, was agreed to the consolidating balance sheet as of December 31, 2015, which was agreed to the audited consolidated financial statements of the Company as of December 31, 2015.

Total Assets in the United States of America

We recalculated total assets in the United States of America in Exhibit A without exception by taking total assets from the audited consolidated financial statements of the Company as of December 31, 2015 and subtracting assets related to international operating and holding companies based on the divisions' 2015 general ledgers. Each division's 2013 general ledgers, including all asset accounts, was agreed to the consolidating balance sheet as of December 31, 2015, which was agreed to the audited consolidated financial statements of the Company as of December 31, 2015.

We were not engaged to, and did not, perform an audit, the objective of which would be the expression of an opinion on the specified elements, accounts or items. 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 furnished for the use of *[(insert name Corporation Providing Financial Test).]* and the Utah Division of Waste Management and Radiation Control and should not be used by anyone other than these specified parties.

[name of independent certified public accountant] [date]