

**BOARD OF COUNTY COMMISSIONERS
CITY OF QUINCY, FLORIDA**

**INDEPENDENT AUDITOR'S REPORT ON
SCHEDULE OF RESTRICTED CASH ACTIVITY
OF THE LANDFILL LONG-TERM CARE ESCROW ACCOUNT**

SEPTEMBER 30, 2022

**BOARD OF COUNTY COMMISSIONERS
CITY OF QUINCY, FLORIDA
INDEPENDENT AUDITOR'S REPORT ON
SCHEDULE OF RESTRICTED CASH ACTIVITY
OF THE LANDFILL LONG-TERM CARE ESCROW ACCOUNT
SEPTEMBER 30, 2022**

TABLE OF CONTENTS

Independent Auditor's Report	1
Schedule of Restricted Cash Activity of the Landfill Long-term Care Escrow Account.....	2
Notes to Schedule of Restricted Cash Activity of the Landfill Long-term Care Escrow Account....	3

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Commissioners
City of Quincy, Florida

We have audited the accompanying schedule of restricted cash activity of the Landfill Long-term Care Escrow Account Fund (the schedule) of the City of Quincy, Florida, as of September 30, 2022. This schedule is the responsibility of the City of Quincy, Florida's management. Our responsibility is to express an opinion on this schedule based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the schedule of restricted cash activity is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the schedule of restricted cash activity. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall schedule presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, this schedule was prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than generally accepted accounting principles, and is in conformity with Rule 62-701.630(5), of the *Florida Administrative Code*.

In our opinion, the schedule of restricted cash activity referred to above presents fairly, in all material respects, the balance of and activity in the solid waste special revenue fund's restricted cash account as of and for the year ended September 30, 2022, in conformity with Rule 62-701.630(5)(c) of the *Florida Administrative Code*.

This report is intended solely for the information and use of the City Commissioners and management of the City of Quincy, Florida, and the Florida Department of Environmental Protection and is not intended to be and should not be used by anyone other than these specified parties.

Moran & Smith LLP

Moran & Smith LLP
Tallahassee, Florida
September 6, 2023

**SCHEDULE OF RESTRICTED CASH ACTIVITY
OF THE LANDFILL LONG-TERM CARE ESCROW ACCOUNT
CITY OF QUINCY, FLORIDA
SEPTEMBER 30, 2022**

Restricted Cash	
Cash in Bank	\$ 49,878
Total Restricted Cash	<u>\$ 49,878</u>
Beginning Balance, October 1, 2021	\$ 47,912
Additions:	
Interest Income	1,966
Total Additions	<u>1,966</u>
Withdrawals:	
Bank Service Charges	<u>-</u>
Total Withdrawals	<u>-</u>
Ending Balance, September 30, 2022	<u>\$ 49,878</u>

**NOTES TO SCHEDULE OF RESTRICTED CASH ACTIVITY
OF THE LANDFILL LONG-TERM CARE ESCROW ACCOUNT
CITY OF QUINCY, FLORIDA
SEPTEMBER 30, 2022**

Note 1 – Summary of Significant Accounting Policies

The City of Quincy, Florida (the City) is a municipality, which operates under a Commission-City Manager form of government established on November 19, 1828. The City provides municipal services to its residents.

The Landfill Long-term Care Escrow Account was established to comply with the Florida Department of Environmental Protection's escrow requirements of Rule 62-701.630(5)(c), *Florida Administrative Code*.

The schedule of restricted cash activity is only intended to present the activity of restricted cash segregated for the purpose of complying with Rule 62-701.630(5)(c), *Florida Administrative Code*. Accordingly, the schedule does not present the balance of cash for the Landfill Enterprise Fund as a whole or its financial position. The schedule of restricted cash activity was prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than generally accepted accounting principles.

Note 2 – Restricted Cash

The City, for accounting and investment purposes, maintains a restricted cash account.

The Escrow Account is maintained in an interest-bearing demand deposit account at Capital City Bank which is fully insured. The account name is, City of Quincy Landfill Long-term Care Escrow. The monies which are placed on deposit with the local bank in the form of demand deposit accounts are held in qualified public depositories pursuant to Chapter 280, Florida Statutes, *Florida Security for Public Deposits Act*. Under the Act, all qualified public depositories are required to pledge eligible collateral having a market value equal to or greater than the average daily or monthly balance of all public deposits, times the depository's collateral pledging level. The pledging level may range from 50% to 125%, depending upon the depository's financial condition and establishment period. All collateral must be deposited with an approved financial institution. Any losses to public depositories are covered by applicable deposit insurance, sale of securities pledged as collateral, and, if necessary, assessments against other qualified public depositories of the same type as the depository in default.

Note 3 – Compliance with Rule 62-701.630(5)(c), Florida Administrative Code

As provided by Rule 62-701.630(5)(c), *Florida Administrative Code*, the County is required to annually submit to the Florida Department of Environmental Protection, a written report as to the balance maintained in an interest-bearing escrow account for estimated landfill post-closure costs at the end of each fiscal year and a list of all deposits and withdrawals made during the fiscal year.

For the year ended September 30, 2022, only interest of \$1,966 was deposited in the escrow account.

For the year ended September 30, 2022, there were no withdrawals.

The balance of the escrow account is presented and reported in the City's Landfill enterprise fund as restricted cash. During the fiscal year ending September 30, 2022, the City was notified by the Florida Department of Environmental Protection that the estimated annual monitoring cost was \$48,487. The City's balance in the escrow account as of September 30, 2022, was \$49,878 which is in excess of the required amount.

**NOTES TO SCHEDULE OF RESTRICTED CASH ACTIVITY
OF THE LANDFILL LONG-TERM CARE ESCROW ACCOUNT
CITY OF QUINCY, FLORIDA
SEPTEMBER 30, 2022**

Note 4 – Landfill Closure Liability

At September 30, 2022, the landfill closure liability consisted of two parts. The first part is the inflation adjusted closing cost estimate and the second part is the inflation adjusted annual long-term care cost estimate.

Inflation Adjusted Closing Cost Estimate:	\$145,460
Inflation Adjusted Annual Long-term Care Cost Estimate:	\$151,424