



October 20, 2020

Robert Peoples, Ph.D.  
Executive Director, Carpet America Recovery Effort  
100 South Hamilton Street  
Dalton, Georgia 30722

**Re: CARE Independent Audit in the CARE California Carpet Stewardship Program  
2019 Annual Report**

Dear Dr. Peoples,

CalRecycle acknowledges receipt of CARE's California Carpet Stewardship Program 2019 Annual Report (2019 Annual Report), which includes an independent financial audit. Pursuant to California Code of Regulations, Title 14, Division 7, Chapter 11, Article 1, Section 18944, CalRecycle has 60 days to review the audit contained in the annual report and inform the stewardship organization of the results of its review.

Appendix 10.13 of CARE's 2019 Annual Report presents the California Carpet Stewardship Program's Financial Statements with Independent Auditor's Report, December 31, 2019, and 2018. CARE's Financial Statements are found to be presented fairly in all material respects. The financial position of the California Carpet Stewardship Program as of December 31, 2019, and 2018, and the changes in its net assets and its cash flows for the years ended in accordance with accounting principles generally accepted in the United States of America. The independent auditors did not identify any material weaknesses or significant deficiencies identified that are not considered to be material weaknesses. As such, there is no findings for this section.

**State Compliance Report**

California regulations require that the audit report include a separate State Compliance Report on the carpet program requirements. CARE provided a State Compliance Report in its 2019 Annual Report, which found CARE complied, in all material respects, with state laws and regulations.

**Conclusion**

There are no financial statement findings or compliance findings issued for 2019 resulting from CARE's independent audit.

Separately, CalRecycle will make a compliance determination on the 2019 Annual Report at CalRecycle's monthly public meeting on November 17, 2020.

If you have any questions, please direct them to the Carpet Stewardship Team at [carpet@calrecycle.ca.gov](mailto:carpet@calrecycle.ca.gov).

Sincerely,

Signed by Clark Williams, Branch Chief

Clark Williams  
Branch Chief, Statewide Technical and Analytical Resources Branch

Cc: Josephine Urban, Branch Chief, Audits Office, CalRecycle  
Anna Cassada, Auditor, CalRecycle  
Cynthia Dunn, Manager, CalRecycle  
Allyson Williams, Supervisor, CalRecycle  
Robyn Gillum, Environmental Scientist, CalRecycle