

**Jonesboro Airport Commission
Financial Statements
For the Nine Months Ended September 30, 2015 and 2014**

Orr, Lamb & Fegtly, PLC
PO Box 1796
Jonesboro, AR 72403

Accountant's Compilation Report

Jonesboro Airport Commission
Jonesboro, Arkansas

We have compiled the accompanying statement of assets, liabilities, and equity-modified cash basis of Jonesboro Airport Commission as of September 30, 2015, and the related statement of revenues and expenses-modified cash basis for the one month and 9 Months ended September 30, 2015 and 2014. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the modified cash basis of accounting.

Management is responsible for the preparation and fair presentation of financial statements in accordance with the modified cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are not material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on the modified cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Commission's assets, liabilities, equity, revenue and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Jonesboro Airport Commission.

Orr, Lamb & Fegtly, PLC
Certified Public Accountants

October 8, 2015

**Jonesboro Airport Commission
Statement of Assets, Liabilities, and Equity
Modified Cash Basis
September 30, 2015**

ASSETS

CURRENT ASSETS

Cash - Centennial Bank	\$ 855,381.43	
Cash-Centennial Bank-Project Acct	<u>170.49</u>	
Total Current Assets		\$ 855,551.92

PROPERTY AND EQUIPMENT

OTHER ASSETS

Rice Growers Stock	\$ <u>928.25</u>	
Total Other Assets		<u>928.25</u>
TOTAL ASSETS		<u><u>\$ 856,480.17</u></u>

See accountants' compilation report.

**Jonesboro Airport Commission
Statement of Assets, Liabilities, and Equity
Modified Cash Basis
September 30, 2015**

LIABILITIES AND EQUITY

CURRENT LIABILITIES

Fica Taxes Payable	\$ 878.62
FWH Taxes Payable	488.00
SWH Taxes Payable	280.24
State Unemployment Payable	<u>62.86</u>

Total Current Liabilities \$ 1,709.72

EQUITY

Beg Retained Earnings	\$ 615,606.88
YTD Net Income(Loss)	<u>239,163.57</u>

Total Equity 854,770.45

TOTAL LIABILITIES & EQUITY \$ 856,480.17

See accountants' compilation report.

Jonesboro Airport Commission
Statement of Revenues & Expenses-Modified Cash Basis
For the 1 Month and 9 Months Ended September 30, 2015 and 2014

	1 Month Ended		1 Month Ended		9 Months Ended		9 Months Ended	
	<u>September 30,</u>	<u>%</u>	<u>September 30,</u>	<u>%</u>	<u>September 30,</u>	<u>%</u>	<u>September 30,</u>	<u>%</u>
	<u>2015</u>		<u>2014</u>		<u>2015</u>		<u>2014</u>	
Revenues								
Grant Revenue-City of Jonesboro	\$ 0.00	0.00	\$ 0.00	0.00	\$ 70,000.00	6.41	\$ 73,000.00	6.36
Grant Revenue-Federal & State	9,969.44	25.95	6,909.00	18.11	749,613.15	68.67	796,381.00	69.33
Construction Reimbursements- no	0.00	0.00	0.00	0.00	11,250.00	1.03	0.00	0.00
T-Hanger Lease #2/#3	0.00	0.00	0.00	0.00	0.00	0.00	6,000.00	0.52
Hanger Revenue - FBO	17,645.00	45.93	15,745.00	41.28	147,405.00	13.50	113,792.91	9.91
Revenue-Sharp Aviation	2,105.80	5.48	2,105.80	5.52	18,952.20	1.74	18,385.80	1.60
Revenue-Gate Card Fees	0.00	0.00	50.00	0.13	4,950.00	0.45	4,850.00	0.42
T Hanger Leases	0.00	0.00	0.00	0.00	0.00	0.00	6,000.00	0.52
Fuel Flowage	5,740.65	14.94	6,844.20	17.94	48,510.00	4.44	36,020.36	3.14
HANGER-FOWLER FOODS	858.78	2.24	858.78	2.25	7,729.02	0.71	7,729.02	0.67
HANGER-LANDRY	0.00	0.00	0.00	0.00	0.00	0.00	300.00	0.03
HANGER-Pinnacle Operating Corp	1,600.00	4.16	1,600.00	4.19	14,400.00	1.32	14,400.00	1.25
HANGER-Goldeneye	0.00	0.00	500.00	1.31	2,500.00	0.23	4,500.00	0.39
Auto Rental Agency & Land Lease	0.00	0.00	0.00	0.00	300.00	0.03	300.00	0.03
HANGER-HYTROL	0.00	0.00	0.00	0.00	300.00	0.03	300.00	0.03
HANGER-GOLDEN EYE	500.00	1.30	0.00	0.00	2,000.00	0.18	0.00	0.00
Terminal Building Leases-AIR CH	0.00	0.00	1,100.00	2.88	8,822.28	0.81	9,800.00	0.85
Other Income	0.00	0.00	2,431.00	6.37	4,954.43	0.45	56,905.17	4.95
Total Revenues	<u>38,419.67</u>	<u>100.00</u>	<u>38,143.78</u>	<u>100.00</u>	<u>1,091,686.08</u>	<u>100.0</u>	<u>1,148,664.26</u>	<u>100.0</u>
Cost of Revenues								
Grant Project Expenditures	1,689.32	4.40	569,319.18	1,492.5	695,664.66	63.72	1,173,264.13	102.1
Grounds	496.75	1.29	978.48	2.57	8,929.20	0.82	13,036.47	1.13
Hanger Expense-FBO	0.00	0.00	17,812.61	46.70	395.81	0.04	25,279.33	2.20
T-Hanger Expense	0.00	0.00	0.00	0.00	94.89	0.01	0.00	0.00
Terminal Building Expense-	746.94	1.94	2,324.95	6.10	22,460.44	2.06	19,855.98	1.73
Terminal Building Expense	0.00	0.00	0.00	0.00	1,096.07	0.10	1,052.07	0.09
Flight Service Station	0.00	0.00	0.00	0.00	19,619.00	1.80	0.00	0.00
Fire Rescue Building Expense	359.95	0.94	0.00	0.00	2,266.44	0.21	1,095.21	0.10
Sharp Aviation Expense	0.00	0.00	0.00	0.00	395.81	0.04	3,270.21	0.28
Old Terminal Bldg - CAP	184.57	0.48	0.00	0.00	363.94	0.03	5,670.00	0.49
Total Cost of Revenues	<u>3,477.53</u>	<u>9.05</u>	<u>590,435.22</u>	<u>1,547.9</u>	<u>751,286.26</u>	<u>68.82</u>	<u>1,242,523.40</u>	<u>108.1</u>
Gross Profit	<u>34,942.14</u>	<u>90.95</u>	<u>(552,291.44)</u>	<u>(1,447.</u>	<u>340,399.82</u>	<u>31.18</u>	<u>(93,859.14)</u>	<u>(8.17)</u>
General & Administrative Exp.								
Advertising	0.00	0.00	0.00	0.00	0.00	0.00	110.72	0.01
Dues/Subscriptions	0.00	0.00	0.00	0.00	0.00	0.00	55.00	0.00
Insurance	(413.00)	(1.07)	0.00	0.00	32,983.68	3.02	33,137.68	2.88
Insurance - Medical	536.10	1.40	515.87	1.35	5,853.54	0.54	5,671.47	0.49
Janitorial	0.00	0.00	0.00	0.00	0.00	0.00	1,300.00	0.11
Office Expense	0.00	0.00	363.50	0.95	34.75	0.00	697.46	0.06
Payroll Taxes	458.61	1.19	518.28	1.36	3,747.93	0.34	4,074.45	0.35
Postage	25.75	0.07	0.00	0.00	123.75	0.01	180.00	0.02
Rent Expense	0.00	0.00	0.00	0.00	92.00	0.01	0.00	0.00
Repairs/Maintenance	24.27	0.06	102.72	0.27	944.86	0.09	1,820.17	0.16
Salaries - Manager	3,833.34	9.98	3,833.34	10.05	34,500.06	3.16	34,500.06	3.00
Salaries - Other	2,144.00	5.58	2,685.00	7.04	13,594.50	1.25	15,102.19	1.31
Supplies	0.00	0.00	0.00	0.00	436.53	0.04	787.82	0.07

See accountants' compilation report.

Jonesboro Airport Commission
Statement of Revenues & Expenses-Modified Cash Basis
For the 1 Month and 9 Months Ended September 30, 2015 and 2014

	1 Month Ended		1 Month Ended		9 Months Ended		9 Months Ended	
	<u>September 30,</u>	<u>%</u>	<u>September 30,</u>	<u>%</u>	<u>September 30,</u>	<u>%</u>	<u>September 30,</u>	<u>%</u>
	<u>2015</u>		<u>2014</u>		<u>2015</u>		<u>2014</u>	
Telephone	288.43	0.75	282.30	0.74	2,565.58	0.24	2,799.69	0.24
Meetings/Travel	0.00	0.00	170.00	0.45	0.00	0.00	574.05	0.05
Meals/Entertainment	125.32	0.33	0.00	0.00	384.29	0.04	768.81	0.07
Utilities	0.00	0.00	165.85	0.43	170.92	0.02	995.09	0.09
Legal & Accounting	<u>2,850.00</u>	<u>7.42</u>	<u>400.00</u>	<u>1.05</u>	<u>7,365.00</u>	<u>0.67</u>	<u>6,772.00</u>	<u>0.59</u>
Total G & A Expenses	<u>9,872.82</u>	<u>25.70</u>	<u>9,036.86</u>	<u>23.69</u>	<u>102,797.39</u>	<u>9.42</u>	<u>109,346.66</u>	<u>9.52</u>
Revenues from Operations	<u>25,069.32</u>	<u>65.25</u>	<u>(561,328.30)</u>	<u>(1,471.</u>	<u>237,602.43</u>	<u>21.76</u>	<u>(203,205.80)</u>	<u>(17.6</u>
Other Revenue (Expenses)								
Interest Income	<u>208.13</u>	<u>0.54</u>	<u>96.76</u>	<u>0.25</u>	<u>1,561.14</u>	<u>0.14</u>	<u>1,235.56</u>	<u>0.11</u>
Total Other Revenue (Exp.)	<u>208.13</u>	<u>0.54</u>	<u>96.76</u>	<u>0.25</u>	<u>1,561.14</u>	<u>0.14</u>	<u>1,235.56</u>	<u>0.11</u>
Net Earnings	<u>\$ 25,277.45</u>	<u>65.79</u>	<u>\$ (561,231.54)</u>	<u>(1,471.</u>	<u>\$ 239,163.57</u>	<u>21.91</u>	<u>\$ (201,970.24)</u>	<u>(17.5</u>

See accountants' compilation report.

**Jonesboro Airport Commission
General Ledger**

Date	Reference T	Description	Beginning Balance	Current Amount	YTD Balance
		1020 Cash - Centennial Bank	828,377.58		
09/30/15	1	Cash Disbursements		(6,207.85)	
09/30/15	3	see general journal		17,645.00	
09/30/15	3	see general journal		858.78	
09/30/15	3	see general journal		1,600.00	
09/30/15	3	see general journal		500.00	
09/30/15	3	see general journal		2,105.80	
09/30/15	3	see general journal		5,740.65	
09/30/15	3	see general journal		413.00	
09/30/15	3	see general journal		208.11	
09/30/15	3	see general journal		(1,352.82)	
09/30/15	3	see general journal		9,969.44	
09/15/15	P89	Payroll Journal Entry		(4,476.26)	
				<u>27,003.85</u>	<u>855,381.43</u>
		1034 Cash-Centennial Bank-Project Acct	1,015.13		
09/30/15	3	see general journal		0.02	
09/30/15	3	see general journal		(844.66)	
				<u>(844.64)</u>	<u>170.49</u>
		2020 Plant Investments	844.66		
09/30/15	4	correct ar democrat		(844.66)	
				<u>(844.66)</u>	<u>0.00</u>
		2530 Rice Growers Stock	928.25		
				<u>0.00</u>	<u>928.25</u>
		3040 Fica Taxes Payable	(868.82)		
09/30/15	3	see general journal		868.82	
09/15/15	P89	Payroll Journal Entry		(878.62)	
				<u>(9.80)</u>	<u>(878.62)</u>
		3050 FWH Taxes Payable	(484.00)		
09/30/15	3	see general journal		484.00	
09/15/15	P89	Payroll Journal Entry		(488.00)	
				<u>(4.00)</u>	<u>(488.00)</u>
		3060 SWH Taxes Payable	(276.24)		
09/15/15	10158 V	Dept. of Finance & Administration		276.25	
09/15/15	P89	Payroll Journal Entry		(280.25)	
				<u>(4.00)</u>	<u>(280.24)</u>
		3080 State Unemployment Payable	(43.56)		
09/15/15	P89	Payroll Journal Entry		(19.30)	
				<u>(19.30)</u>	<u>(62.86)</u>
		5030 Beg Retained Earnings	(615,606.88)		
				<u>0.00</u>	<u>(615,606.88)</u>
		6001 Grant Revenue-City of Jonesboro	(70,000.00)		
				<u>0.00</u>	<u>(70,000.00)</u>

**Jonesboro Airport Commission
General Ledger**

Date	Reference T	Description	Beginning Balance	Current Amount	YTD Balance
		6002 Grant Revenue-Federal & State	(739,643.71)		
09/30/15	3	see general journal		(9,969.44)	
				<u>(9,969.44)</u>	<u>(749,613.15)</u>
		6003 Construction Reimbursements- non gov't	(11,250.00)		
				<u>0.00</u>	<u>(11,250.00)</u>
		6010 Hanger Revenue - FBO	(129,760.00)		
09/30/15	3	see general journal		(17,645.00)	
				<u>(17,645.00)</u>	<u>(147,405.00)</u>
		6011 Revenue-Sharp Aviation	(16,846.40)		
09/30/15	3	see general journal		(2,105.80)	
				<u>(2,105.80)</u>	<u>(18,952.20)</u>
		6012 Revenue-Gate Card Fees	(4,950.00)		
				<u>0.00</u>	<u>(4,950.00)</u>
		6015 Fuel Flowage	(42,769.35)		
09/30/15	3	see general journal		(5,740.65)	
				<u>(5,740.65)</u>	<u>(48,510.00)</u>
		6016 HANGER-FOWLER FOODS	(6,870.24)		
09/30/15	3	see general journal		(858.78)	
				<u>(858.78)</u>	<u>(7,729.02)</u>
		6018 HANGER-Pinnacle Operating Corp.	(12,800.00)		
09/30/15	3	see general journal		(1,600.00)	
				<u>(1,600.00)</u>	<u>(14,400.00)</u>
		6019 HANGER-Goldeneye	(2,500.00)		
				<u>0.00</u>	<u>(2,500.00)</u>
		6020 Auto Rental Agency & Land Lease	(300.00)		
				<u>0.00</u>	<u>(300.00)</u>
		6021 HANGER-HYTROL	(300.00)		
				<u>0.00</u>	<u>(300.00)</u>
		6022 HANGER-GOLDEN EYE	(1,500.00)		
09/30/15	3	see general journal		(500.00)	
				<u>(500.00)</u>	<u>(2,000.00)</u>
		6030 Terminal Building Leases-AIR CHOICE	(8,822.28)		
				<u>0.00</u>	<u>(8,822.28)</u>
		6060 Other Income	(4,954.43)		

**Jonesboro Airport Commission
General Ledger**

Date	Reference T	Description	Beginning Balance	Current Amount	YTD Balance
		6060 Other Income (cont.)		<u>0.00</u>	<u>(4,954.43)</u>
		7005 Grant Project Expenditures	693,975.34		
09/30/15	3	ar democrat		844.66	
09/30/15	4	correct ar democrat		<u>844.66</u>	
				<u>1,689.32</u>	<u>695,664.66</u>
		7010 Grounds	8,432.45		
09/15/15	10159 V	Arkansas Air Center		410.06	
09/15/15	10171 V	Quality Farm Supply J3-108470		<u>86.69</u>	
				<u>496.75</u>	<u>8,929.20</u>
		7030 Hanger Expense-FBO	395.81		
				<u>0.00</u>	<u>395.81</u>
		7035 T-Hanger Expense	94.89		
				<u>0.00</u>	<u>94.89</u>
		7040 Terminal Building Expense-	21,713.50		
09/15/15	10166 V	Greg Moore		650.00	
09/15/15	10172 V	Suddenlink		<u>96.94</u>	
				<u>746.94</u>	<u>22,460.44</u>
		7041 Terminal Building Expense	1,096.07		
				<u>0.00</u>	<u>1,096.07</u>
		7050 Flight Service Station	19,619.00		
				<u>0.00</u>	<u>19,619.00</u>
		7051 Fire Rescue Building Expense	1,906.49		
09/15/15	10173 V	Suddenlink		74.95	
09/15/15	10174 V	QUALITY ROOFING CONTRACTORS 3487		<u>285.00</u>	
				<u>359.95</u>	<u>2,266.44</u>
		7052 Sharp Aviation Expense	395.81		
				<u>0.00</u>	<u>395.81</u>
		7053 Old Terminal Bldg - CAP	179.37		
09/15/15	10162 V	Dixie Contractors Inc.		184.57	
				<u>184.57</u>	<u>363.94</u>
		8100 Insurance	33,396.68		
09/30/15	3	see general journal		<u>(413.00)</u>	
				<u>(413.00)</u>	<u>32,983.68</u>
		8110 Insurance - Medical	5,317.44		
09/02/15	10156 V	Arkansas Blue Cross Blue Shield 10875276		829.62	

**Jonesboro Airport Commission
General Ledger**

Date	Reference T	Description	Beginning Balance	Current Amount	YTD Balance
		8110 Insurance - Medical (cont.)			
09/15/15	P89	Payroll Journal Entry		(293.52)	
				<u>536.10</u>	<u>5,853.54</u>
		8140 Office Expense	34.75	<u>0.00</u>	<u>34.75</u>
		8160 Payroll Taxes	3,289.32		
09/15/15	P89	Payroll Journal Entry		458.61	
				<u>458.61</u>	<u>3,747.93</u>
		8170 Postage	98.00		
09/15/15	10170 V	PAYPAL SMART CONNECT 807531474002		25.75	
				<u>25.75</u>	<u>123.75</u>
		8180 Rent Expense	92.00	<u>0.00</u>	<u>92.00</u>
		8190 Repairs/Maintenance	920.59		
09/15/15	10165 V	Greenway Equipment , Inc. 1482761		8.84	
09/15/15	10168 V	Lowes Business Accounts 17961		15.43	
				<u>24.27</u>	<u>944.86</u>
		8200 Salaries - Manager	30,666.72		
09/15/15	P89	Payroll Journal Entry		3,833.34	
				<u>3,833.34</u>	<u>34,500.06</u>
		8210 Salaries - Other	11,450.50		
09/15/15	P89	Payroll Journal Entry		2,144.00	
				<u>2,144.00</u>	<u>13,594.50</u>
		8220 Supplies	436.53	<u>0.00</u>	<u>436.53</u>
		8240 Telephone	2,277.15		
09/15/15	10160 V	AT & T		150.82	
09/15/15	10161 V	AT&T MOBILITY 09082015		137.61	
				<u>288.43</u>	<u>2,565.58</u>
		8250 Meals/Entertainment	258.97		
09/15/15	10167 V	Honey Baked Ham		125.32	
				<u>125.32</u>	<u>384.29</u>
		8260 Utilities	170.92	<u>0.00</u>	<u>170.92</u>
		8280 Legal & Accounting	4,515.00		
09/15/15	10163 V	Freeman & Company, Inc. 000-37200		2,700.00	

**Jonesboro Airport Commission
General Ledger**

<u>Date</u>	<u>Reference T</u>	<u>Description</u>	<u>Beginning Balance</u>	<u>Current Amount</u>	<u>YTD Balance</u>
8280 Legal & Accounting (cont.)					
09/15/15	10169 V	Orr, Lamb & Fegtly 6347		<u>150.00</u>	
				<u>2,850.00</u>	<u>7,365.00</u>
9010 Interest Income					
09/30/15	3	see general journal	(1,353.01)	<u>(208.13)</u>	
				<u>(208.13)</u>	<u>(1,561.14)</u>
Current Profit/(Loss)		<u>25,277.45</u>	YTD Profit/(Loss)		<u>239,163.57</u>
Number of Transactions		53	The General Ledger is in balance		
					<u>0.00</u>

**Jonesboro Airport Commission
Payroll Journal**

Pay Description	Hours	Amount	Withholdings	Amount	Deduction Desc.	Amount
15 - Lanny Gibson Check #10157 09/02/15						
Gross Pay #5	0.0000	2,144.00	FICA-SS W/H	132.93		
			FICA-Med W/H	31.09		
			Federal W/H	142.00		
			State W/H	80.25		
TOTALS	<u>0.0000</u>	<u>2,144.00</u>		<u>386.27</u>		<u>0.00</u>
Number of Periods: 1					NET PAY:	1,757.73
Company Expenses:		FICA-SS: 132.93	FICA-Med: 31.09	FUTA: 0.00		
		AR SUTA: 19.30				
16 - GEORGE K. JACKSON Check #10164 09/15/15						
Gross Pay #5	0.0000	3,833.34	FICA-SS W/H	223.11	Ins 125	234.72
			FICA-Med W/H	52.18	Insurance	58.80
			Federal W/H	346.00		
			State W/H	200.00		
TOTALS	<u>0.0000</u>	<u>3,833.34</u>		<u>821.29</u>		<u>293.52</u>
Number of Periods: 1					NET PAY:	2,718.53
Company Expenses:		FICA-SS: 223.11	FICA-Med: 52.18	FUTA: 0.00		
		AR SUTA: 0.00				

**Jonesboro Airport Commission
Payroll Journal**

Pay Description	Hours	Amount	Withholdings	Amount	Deduction Desc.	Amount
Company Totals		Number of Checks: 2				
Gross Pay #5	0.0000	5,977.34	FICA-SS W/H	356.04	Ins 125	234.72
			FICA-Med W/H	83.27	Insurance	58.80
			Federal W/H	488.00		
			State W/H	280.25		
TOTALS	<u>0.0000</u>	<u>5,977.34</u>		<u>1,207.56</u>		<u>293.52</u>
					NET PAY:	4,476.26
Company Expenses:		FICA-SS: 356.04	FICA-Med: 83.27	FUTA: 0.00		
		AR SUTA: 19.30				