

**Jonesboro Airport Commission
Financial Statements
For the Eight Months Ended August 31, 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 August 31, 2015, and the related statement of revenues and expenses-modified cash basis for the one month and 8 Months ended August 31, 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

September 10, 2015

**Jonesboro Airport Commission
Statement of Assets, Liabilities, and Equity
Modified Cash Basis
August 31, 2015**

ASSETS

CURRENT ASSETS

Cash - Centennial Bank	\$ 828,377.58	
Cash-Centennial Bank-Project Acct	<u>1,015.13</u>	
Total Current Assets		\$ 829,392.71

PROPERTY AND EQUIPMENT

Plant Investments	\$ <u>844.66</u>	
Net Property and Equipment		844.66

OTHER ASSETS

Rice Growers Stock	\$ <u>928.25</u>	
Total Other Assets		<u>928.25</u>

TOTAL ASSETS **\$ 831,165.62**

See accountants' compilation report.

**Jonesboro Airport Commission
Statement of Assets, Liabilities, and Equity
Modified Cash Basis
August 31, 2015**

LIABILITIES AND EQUITY

CURRENT LIABILITIES

Fica Taxes Payable	\$ 868.82
FWH Taxes Payable	484.00
SWH Taxes Payable	276.24
State Unemployment Payable	<u>43.56</u>

Total Current Liabilities \$ 1,672.62

EQUITY

Beg Retained Earnings	\$ 615,606.88
YTD Net Income(Loss)	<u>213,886.12</u>

Total Equity 829,493.00

TOTAL LIABILITIES & EQUITY \$ 831,165.62

See accountants' compilation report.

Jonesboro Airport Commission
Statement of Revenues & Expenses-Modified Cash Basis
For the 1 Month and 8 Months Ended August 31, 2015 and 2014

	<u>1 Month Ended</u> <u>August 31, 2015</u>		<u>1 Month Ended</u> <u>August 31, 2014</u>		<u>8 Months Ended</u> <u>August 31, 2015</u>		<u>8 Months Ended</u> <u>August 31, 2014</u>	
		<u>%</u>		<u>%</u>		<u>%</u>		<u>%</u>
Revenues								
Grant Revenue-City of Jonesboro	\$ 0.00	0.00	\$ 0.00	0.00	\$ 70,000.00	6.65	\$ 73,000.00	6.57
Grant Revenue-Federal & State	167,612.82	84.25	216,458.00	73.08	739,643.71	70.22	789,472.00	71.09
Construction Reimbursements- no	0.00	0.00	0.00	0.00	11,250.00	1.07	0.00	0.00
T-Hanger Lease #2/#3	0.00	0.00	0.00	0.00	0.00	0.00	6,000.00	0.54
Hanger Revenue - FBO	17,645.00	8.87	15,745.00	5.32	129,760.00	12.32	98,047.91	8.83
Revenue-Sharp Aviation	2,105.80	1.06	2,035.00	0.69	16,846.40	1.60	16,280.00	1.47
Revenue-Gate Card Fees	500.00	0.25	450.00	0.15	4,950.00	0.47	4,800.00	0.43
T Hanger Leases	0.00	0.00	0.00	0.00	0.00	0.00	6,000.00	0.54
Fuel Flowage	4,616.25	2.32	4,678.35	1.58	42,769.35	4.06	29,176.16	2.63
HANGER-FOWLER FOODS	858.78	0.43	858.78	0.29	6,870.24	0.65	6,870.24	0.62
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	0.80	1,600.00	0.54	12,800.00	1.22	12,800.00	1.15
HANGER-Goldeneye	0.00	0.00	500.00	0.17	2,500.00	0.24	4,000.00	0.36
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	0.25	0.00	0.00	1,500.00	0.14	0.00	0.00
Terminal Building Leases-AIR CH	3,300.00	1.66	2,200.00	0.74	8,822.28	0.84	8,700.00	0.78
Other Income	200.00	0.10	51,674.17	17.45	4,954.43	0.47	54,474.17	4.91
Total Revenues	<u>198,938.65</u>	<u>100.00</u>	<u>296,199.30</u>	<u>100.00</u>	<u>1,053,266.41</u>	<u>100.0</u>	<u>1,110,520.48</u>	<u>100.0</u>
Cost of Revenues								
Grant Project Expenditures	0.00	0.00	0.00	0.00	693,975.34	65.89	603,944.95	54.38
Grounds	924.26	0.46	1,521.66	0.51	8,432.45	0.80	12,057.99	1.09
Hanger Expense-FBO	0.00	0.00	0.00	0.00	395.81	0.04	7,466.72	0.67
T-Hanger Expense	0.00	0.00	0.00	0.00	94.89	0.01	0.00	0.00
Terminal Building Expense-	745.00	0.37	1,800.10	0.61	21,713.50	2.06	17,531.03	1.58
Terminal Building Expense	92.23	0.05	326.86	0.11	1,096.07	0.10	1,052.07	0.09
Flight Service Station	0.00	0.00	0.00	0.00	19,619.00	1.86	0.00	0.00
Fire Rescue Building Expense	74.95	0.04	0.00	0.00	1,906.49	0.18	1,095.21	0.10
Sharp Aviation Expense	0.00	0.00	2,895.00	0.98	395.81	0.04	3,270.21	0.29
Old Terminal Bldg - CAP	0.00	0.00	0.00	0.00	179.37	0.02	5,670.00	0.51
Total Cost of Revenues	<u>1,836.44</u>	<u>0.92</u>	<u>6,543.62</u>	<u>2.21</u>	<u>747,808.73</u>	<u>71.00</u>	<u>652,088.18</u>	<u>58.72</u>
Gross Profit	<u>197,102.21</u>	<u>99.08</u>	<u>289,655.68</u>	<u>97.79</u>	<u>305,457.68</u>	<u>29.00</u>	<u>458,432.30</u>	<u>41.28</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	2,551.00	1.28	2,838.00	0.96	33,396.68	3.17	33,137.68	2.98
Insurance - Medical	536.10	0.27	515.87	0.17	5,317.44	0.50	5,155.60	0.46
Janitorial	0.00	0.00	650.00	0.22	0.00	0.00	1,300.00	0.12
Office Expense	34.75	0.02	11.25	0.00	34.75	0.00	333.96	0.03
Payroll Taxes	453.13	0.23	593.77	0.20	3,289.32	0.31	3,556.17	0.32
Postage	0.00	0.00	0.00	0.00	98.00	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	167.19	0.08	935.00	0.32	920.59	0.09	1,717.45	0.15
Salaries - Manager	3,833.34	1.93	3,833.34	1.29	30,666.72	2.91	30,666.72	2.76
Salaries - Other	2,080.00	1.05	3,519.00	1.19	11,450.50	1.09	12,417.19	1.12
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 8 Months Ended August 31, 2015 and 2014

	<u>1 Month Ended</u> <u>August 31, 2015</u>		<u>1 Month Ended</u> <u>August 31, 2014</u>		<u>8 Months Ended</u> <u>August 31, 2015</u>		<u>8 Months Ended</u> <u>August 31, 2014</u>	
		<u>%</u>		<u>%</u>		<u>%</u>		<u>%</u>
Telephone	288.23	0.14	281.74	0.10	2,277.15	0.22	2,517.39	0.23
Meetings/Travel	0.00	0.00	0.00	0.00	0.00	0.00	404.05	0.04
Meals/Entertainment	0.00	0.00	125.93	0.04	258.97	0.02	768.81	0.07
Utilities	0.00	0.00	165.85	0.06	170.92	0.02	829.24	0.07
Legal & Accounting	675.00	0.34	700.00	0.24	4,515.00	0.43	6,372.00	0.57
Total G & A Expenses	<u>10,618.74</u>	<u>5.34</u>	<u>14,169.75</u>	<u>4.78</u>	<u>92,924.57</u>	<u>8.82</u>	<u>100,309.80</u>	<u>9.03</u>
Revenues from Operations	<u>186,483.47</u>	<u>93.74</u>	<u>275,485.93</u>	<u>93.01</u>	<u>212,533.11</u>	<u>20.18</u>	<u>358,122.50</u>	<u>32.25</u>
Other Revenue (Expenses)								
Interest Income	170.38	0.09	152.73	0.05	1,353.01	0.13	1,138.80	0.10
Total Other Revenue (Exp.)	<u>170.38</u>	<u>0.09</u>	<u>152.73</u>	<u>0.05</u>	<u>1,353.01</u>	<u>0.13</u>	<u>1,138.80</u>	<u>0.10</u>
Net Earnings	<u>\$ 186,653.85</u>	<u>93.82</u>	<u>\$ 275,638.66</u>	<u>93.06</u>	<u>\$ 213,886.12</u>	<u>20.31</u>	<u>\$ 359,261.30</u>	<u>32.35</u>

See accountants' compilation report.

**Jonesboro Airport Commission
General Ledger**

Date	Reference	T	Description	Beginning Balance	Current Amount	YTD Balance
	1020		Cash - Centennial Bank	643,637.49		
08/31/15	1		Cash Disbursements		(7,547.22)	
08/31/15	2		see journal entries		17,645.00	
08/31/15	2		see journal entries		858.78	
08/31/15	2		see journal entries		1,600.00	
08/31/15	2		see journal entries		500.00	
08/31/15	2		see journal entries		650.00	
08/31/15	2		see journal entries		2,105.80	
08/31/15	2		see journal entries		4,616.25	
08/31/15	2		see journal entries		169.94	
08/31/15	2		see journal entries		3,300.00	
08/31/15	2		see journal entries		(1,551.86)	
08/31/15	2		see journal entries		166,768.56	
08/31/15	2		see bank statement		50.00	
08/31/15	P89		Payroll Journal Entry		(4,425.16)	
					<u>184,740.09</u>	<u>828,377.58</u>
	1034		Cash-Centennial Bank-Project Acct	170.43		
08/31/15	2		see journal entries		0.44	
08/31/15	3		ffa deposit		844.26	
					<u>844.70</u>	<u>1,015.13</u>
	2020		Plant Investments	0.00		
08/18/15	10148	V	Jonesboro Airport Commission Project AIP LEGAL AD #2		844.66	
					<u>844.66</u>	<u>844.66</u>
	2530		Rice Growers Stock	928.25		
					<u>0.00</u>	<u>928.25</u>
	3040		Fica Taxes Payable	(972.86)		
08/31/15	2		see journal entries		972.86	
08/31/15	P89		Payroll Journal Entry		(868.82)	
					<u>104.04</u>	<u>(868.82)</u>
	3050		FWH Taxes Payable	(579.00)		
08/31/15	2		see journal entries		579.00	
08/31/15	P89		Payroll Journal Entry		(484.00)	
					<u>95.00</u>	<u>(484.00)</u>
	3060		SWH Taxes Payable	(320.32)		
08/11/15	10137	V	Dept. of Finance & Administration JULY		320.33	
08/31/15	P89		Payroll Journal Entry		(276.25)	
					<u>44.08</u>	<u>(276.24)</u>
	3080		State Unemployment Payable	(24.84)		
08/31/15	P89		Payroll Journal Entry		(18.72)	
					<u>(18.72)</u>	<u>(43.56)</u>
	5030		Beg Retained Earnings	(615,606.88)		
					<u>0.00</u>	<u>(615,606.88)</u>

**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>
		6001 Grant Revenue-City of Jonesboro	(70,000.00)	<u>0.00</u>	<u>(70,000.00)</u>
		6002 Grant Revenue-Federal & State	(572,030.89)		
08/31/15	2	see journal entries		(166,768.56)	
08/31/15	3	ffa deposit		(844.26)	
				<u>(167,612.82)</u>	<u>(739,643.71)</u>
		6003 Construction Reimbursements- non gov't	(11,250.00)	<u>0.00</u>	<u>(11,250.00)</u>
		6010 Hanger Revenue - FBO	(112,115.00)		
08/31/15	2	see journal entries		(17,645.00)	
				<u>(17,645.00)</u>	<u>(129,760.00)</u>
		6011 Revenue-Sharp Aviation	(14,740.60)		
08/31/15	2	see journal entries		(2,105.80)	
				<u>(2,105.80)</u>	<u>(16,846.40)</u>
		6012 Revenue-Gate Card Fees	(4,450.00)		
08/31/15	2	see journal entries		(450.00)	
08/31/15	2	see bank statement		(50.00)	
				<u>(500.00)</u>	<u>(4,950.00)</u>
		6015 Fuel Flowage	(38,153.10)		
08/31/15	2	see journal entries		(4,616.25)	
				<u>(4,616.25)</u>	<u>(42,769.35)</u>
		6016 HANGER-FOWLER FOODS	(6,011.46)		
08/31/15	2	see journal entries		(858.78)	
				<u>(858.78)</u>	<u>(6,870.24)</u>
		6018 HANGER-Pinnacle Operating Corp.	(11,200.00)		
08/31/15	2	see journal entries		(1,600.00)	
				<u>(1,600.00)</u>	<u>(12,800.00)</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	(1,000.00)		
08/31/15	2	see journal entries		(500.00)	
				<u>(500.00)</u>	<u>(1,500.00)</u>

**Jonesboro Airport Commission
General Ledger**

Date	Reference T	Description	Beginning Balance	Current Amount	YTD Balance
		6030 Terminal Building Leases-AIR CHOICE	(5,522.28)		
08/31/15	2	see journal entries		(3,300.00)	
				<u>(3,300.00)</u>	<u>(8,822.28)</u>
		6060 Other Income	(4,754.43)		
08/31/15	2	see journal entries		(200.00)	
				<u>(200.00)</u>	<u>(4,954.43)</u>
		7005 Grant Project Expenditures	693,975.34		
				<u>0.00</u>	<u>693,975.34</u>
		7010 Grounds	7,508.19		
08/18/15	10138 V	Arkansas Air Center 15855		478.38	
08/18/15	10142 V	Dacus Fence Co. Inc. 13476		434.00	
08/18/15	10152 V	Quality Farm Supply J1-119561		11.88	
				<u>924.26</u>	<u>8,432.45</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-	20,968.50		
08/18/15	10146 V	Greg Moore		650.00	
08/18/15	10153 V	Suddenlink		95.00	
				<u>745.00</u>	<u>21,713.50</u>
		7041 Terminal Building Expense	1,003.84		
08/18/15	10143 V	Dixie Contractors Inc. 12510		92.23	
				<u>92.23</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	1,831.54		
08/18/15	10154 V	Suddenlink		74.95	
				<u>74.95</u>	<u>1,906.49</u>
		7052 Sharp Aviation Expense	395.81		
				<u>0.00</u>	<u>395.81</u>
		7053 Old Terminal Bldg - CAP	179.37		
				<u>0.00</u>	<u>179.37</u>
		8100 Insurance	30,845.68		
08/18/15	10147 V	Hollis & Burns Insurance 13913		1,432.00	
08/18/15	10155 V	ZENITH INSURANCE COMPANY DP127331401001		1,119.00	

**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>
		8100 Insurance (cont.)		<u>2,551.00</u>	<u>33,396.68</u>
		8110 Insurance - Medical	4,781.34		
08/03/15	10135 V	Arkansas Blue Cross Blue Shield 10871427		829.62	
08/31/15	P89	Payroll Journal Entry		<u>(293.52)</u>	
				<u>536.10</u>	<u>5,317.44</u>
		8140 Office Expense	0.00		
08/18/15	10151 V	PAYPAL SMART CONNECT 802534816660		34.75	
				<u>34.75</u>	<u>34.75</u>
		8160 Payroll Taxes	2,836.19		
08/31/15	P89	Payroll Journal Entry		453.13	
				<u>453.13</u>	<u>3,289.32</u>
		8170 Postage	98.00		
				<u>0.00</u>	<u>98.00</u>
		8180 Rent Expense	92.00		
				<u>0.00</u>	<u>92.00</u>
		8190 Repairs/Maintenance	753.40		
08/18/15	10145 V	Greenway Equipment , Inc.		71.81	
08/18/15	10149 V	Lowe's Business Accounts		95.38	
				<u>167.19</u>	<u>920.59</u>
		8200 Salaries - Manager	26,833.38		
08/31/15	P89	Payroll Journal Entry		3,833.34	
				<u>3,833.34</u>	<u>30,666.72</u>
		8210 Salaries - Other	9,370.50		
08/31/15	P89	Payroll Journal Entry		2,080.00	
				<u>2,080.00</u>	<u>11,450.50</u>
		8220 Supplies	436.53		
				<u>0.00</u>	<u>436.53</u>
		8240 Telephone	1,988.92		
08/18/15	10139 V	AT & T		150.62	
08/18/15	10140 V	AT&T MOBILITY		137.61	
				<u>288.23</u>	<u>2,277.15</u>
		8250 Meals/Entertainment	258.97		
				<u>0.00</u>	<u>258.97</u>
		8260 Utilities	170.92		
				<u>0.00</u>	<u>170.92</u>

**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		3,840.00		
08/18/15	10141 V	Cahoon & Smith Law Office		500.00	
08/18/15	10150 V	Orr, Lamb & Fegtly 6275		175.00	
				<u>675.00</u>	<u>4,515.00</u>
	9010 Interest Income		(1,182.63)		
08/31/15	2	see journal entries		(170.38)	
				<u>(170.38)</u>	<u>(1,353.01)</u>
Current Profit/(Loss)	<u>186,653.85</u>	YTD Profit/(Loss)	<u>213,886.12</u>		
Number of Transactions	58				
			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 #10136 08/31/15						
Gross Pay #5	0.0000	2,080.00	FICA-SS W/H	128.96		
			FICA-Med W/H	30.16		
			Federal W/H	138.00		
			State W/H	76.25		
TOTALS	<u>0.0000</u>	<u>2,080.00</u>		<u>373.37</u>		<u>0.00</u>
Number of Periods: 1					NET PAY:	1,706.63
Company Expenses:		FICA-SS: 128.96	FICA-Med: 30.16	FUTA: 0.00		
		AR SUTA: 18.72				
16 - GEORGE K. JACKSON Check #10144 08/31/15						
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	5,913.34	FICA-SS W/H	352.07	Ins 125	234.72
			FICA-Med W/H	82.34	Insurance	58.80
			Federal W/H	484.00		
			State W/H	276.25		
TOTALS	<u>0.0000</u>	<u>5,913.34</u>		<u>1,194.66</u>		<u>293.52</u>
					NET PAY:	4,425.16

Company Expenses: FICA-SS: 352.07 FICA-Med: 82.34 FUTA: 0.00
AR SUTA: 18.72