

**Jonesboro Airport Commission
Financial Statements
For the Six Months Ended June 30, 2010 and 2009**

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

July 6, 2010

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 June 30, 2010, and the related statement of revenues and expenses-modified cash basis for the one month ended June 30, 2010 and 2009, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

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.

Orr, Lamb & Fegtly, PLC
Certified Public Accountants

Jonesboro Airport Commission
Statement of Assets, Liabilities, and Equity
Modified Cash Basis
June 30, 2010

ASSETS

CURRENT ASSETS

Cash - Liberty Bank	\$ 100,041.35	
Cash-Liberty Bank-Project Acct	<u>38,967.56</u>	
Total Current Assets		\$ 139,008.91

PROPERTY AND EQUIPMENT

Plant Investments	<u>\$ 374.10</u>	
Net Property and Equipment		374.10

OTHER ASSETS

Rice Growers Stock	<u>\$ 928.25</u>	
Total Other Assets		<u>928.25</u>
TOTAL ASSETS		<u><u>\$ 140,311.26</u></u>

See accountants' compilation report.

Jonesboro Airport Commission
Statement of Assets, Liabilities, and Equity
Modified Cash Basis
June 30, 2010

LIABILITIES AND EQUITY

CURRENT LIABILITIES

Fica Taxes Payable	\$	916.17
FWH Taxes Payable		913.46
SWH Taxes Payable		199.28
OCSE		221.54
State Unemployment Payable		<u>84.89</u>

Total Current Liabilities \$ 2,335.34

EQUITY

Beg Retained Earnings	\$	269,875.49
YTD Net Income(Loss)		<u>(131,899.57)</u>

Total Equity 137,975.92

TOTAL LIABILITIES & EQUITY \$ 140,311.26

See accountants' compilation report.

Jonesboro Airport Commission
Statement of Revenues & Expenses-Modified Cash Basis
For the 1 Month and 6 Months Ended June 30, 2010 and 2009

	1 Month Ended June 30, 2010		1 Month Ended June 30, 2009		6 Months Ended June 30, 2010		6 Months Ended June 30, 2009	
		%		%		%		%
Revenues								
Grant Revenue-City of Jonesboro	\$ 0.00	0.00	\$ 0.00	0.00	\$ 70,002.00	16.08	\$ 70,000.00	14.51
Grant Revenue-Federal & State	1,320.00	7.80	213,742.21	92.85	266,604.84	61.24	320,695.01	66.46
Hanger Revenue - FBO	6,332.68	37.44	6,332.00	2.75	37,996.08	8.73	37,995.40	7.87
Revenue-Sharp Aviation	2,000.00	11.82	2,000.00	0.87	12,000.00	2.76	12,000.00	2.49
Revenue-Gate Card Fees	0.00	0.00	40.00	0.02	800.00	0.18	1,240.00	0.26
Revenue-Picture Display Fees	0.00	0.00	0.00	0.00	1,800.00	0.41	2,196.00	0.46
T Hanger Leases	2,000.00	11.82	2,000.00	0.87	12,000.00	2.76	12,000.00	2.49
Fuel Flowage	1,203.28	7.11	1,870.72	0.81	10,517.94	2.42	12,339.84	2.56
Terminal Building Leases-TSA	0.00	0.00	1,100.00	0.48	0.00	0.00	2,200.00	0.46
Farm Rents	1,600.00	9.46	0.00	0.00	8,000.00	1.84	0.00	0.00
ASU Lease	0.00	0.00	1,250.00	0.54	0.00	0.00	7,250.00	1.50
Other Income	2,458.78	14.54	1,858.78	0.81	15,652.68	3.60	4,651.34	0.96
Total Revenues	<u>16,914.74</u>	<u>100.00</u>	<u>230,193.71</u>	<u>100.00</u>	<u>435,373.54</u>	<u>100.00</u>	<u>482,567.59</u>	<u>100.00</u>
Cost of Revenues								
Grant Project Expenditures	364,658.28	2,155.86	184,521.91	80.16	454,778.30	104.46	292,690.06	60.65
Grounds	5,513.95	32.60	2,590.21	1.13	16,600.59	3.81	15,832.07	3.28
Hanger Expense-FBO	0.00	0.00	0.00	0.00	3,117.36	0.72	6,065.02	1.26
T-Hanger Expense	0.00	0.00	0.00	0.00	0.00	0.00	1,841.02	0.38
Terminal Building Expense-Mesa/TSA	2,714.40	16.05	1,343.52	0.58	7,774.44	1.79	3,109.12	0.64
Terminal Building Expense-ASU	0.00	0.00	0.00	0.00	527.74	0.12	344.74	0.07
Fire Rescue Building Expense	371.52	2.20	0.00	0.00	2,847.97	0.65	818.25	0.17
Sharp Aviation Expense	0.00	0.00	0.00	0.00	369.36	0.08	1,466.07	0.30
Old Terminal Bldg - CAP	0.00	0.00	0.00	0.00	0.00	0.00	12.10	0.00
Beacon & Field Lights	295.19	1.75	0.00	0.00	3,656.31	0.84	223.11	0.05
Total Cost of Revenues	<u>373,553.34</u>	<u>2,208.45</u>	<u>188,455.64</u>	<u>81.87</u>	<u>489,672.07</u>	<u>112.47</u>	<u>322,401.56</u>	<u>66.81</u>
Gross Profit	<u>(356,638.60)</u>	<u>(2,108.4)</u>	<u>41,738.07</u>	<u>18.13</u>	<u>(54,298.53)</u>	<u>(12.47)</u>	<u>160,166.03</u>	<u>33.19</u>
General & Administrative Exp.								
Dues/Subscriptions	55.00	0.33	0.00	0.00	55.00	0.01	125.00	0.03
Insurance	0.00	0.00	(764.10)	(0.33)	31,534.00	7.24	28,840.90	5.98
Insurance - Medical	424.58	2.51	445.61	0.19	3,395.88	0.78	2,673.66	0.55
Office Expense	0.00	0.00	0.00	0.00	155.69	0.04	1,279.11	0.27
Outside Services	0.00	0.00	0.00	0.00	650.00	0.15	352.78	0.07
Payroll Taxes	479.86	2.84	520.40	0.23	2,701.66	0.62	2,536.12	0.53
Postage	0.00	0.00	0.00	0.00	168.65	0.04	129.80	0.03
Repairs/Maintenance	0.00	0.00	0.00	0.00	52.37	0.01	199.64	0.04
Salaries - Philip Steed	4,024.75	23.79	3,691.42	1.60	24,148.50	5.55	22,148.52	4.59
Salaries - Other	2,177.38	12.87	2,975.25	1.29	9,432.38	2.17	9,772.75	2.03
Salaries-Fireman	0.00	0.00	0.00	0.00	0.00	0.00	169.00	0.04
Supplies	0.00	0.00	0.00	0.00	647.81	0.15	0.00	0.00
Telephone	348.63	2.06	353.17	0.15	2,148.93	0.49	2,188.45	0.45
Meals/Entertainment	125.33	0.74	0.00	0.00	301.17	0.07	0.00	0.00
Utilities	139.87	0.83	135.45	0.06	559.45	0.13	810.46	0.17
Misc Expense	0.00	0.00	0.00	0.00	64.80	0.01	0.00	0.00
Legal & Accounting	605.00	3.58	915.00	0.40	3,648.00	0.84	3,755.00	0.78
Total G & A Expenses	<u>8,380.40</u>	<u>49.54</u>	<u>8,272.20</u>	<u>3.59</u>	<u>79,664.29</u>	<u>18.30</u>	<u>74,981.19</u>	<u>15.54</u>

See accountants' compilation report.

Jonesboro Airport Commission
Statement of Revenues & Expenses-Modified Cash Basis
For the 1 Month and 6 Months Ended June 30, 2010 and 2009

	<u>1 Month Ended</u> <u>June 30, 2010</u>	<u>%</u>	<u>1 Month Ended</u> <u>June 30, 2009</u>	<u>%</u>	<u>6 Months Ended</u> <u>June 30, 2010</u>	<u>%</u>	<u>6 Months Ended</u> <u>June 30, 2009</u>	<u>%</u>
Revenues from Operations	(365,019.00)	(2,157.9	33,465.87	14.54	(133,962.82)	(30.77	85,184.84	17.65
Other Revenue (Expenses)								
Interest Income	370.01	2.19	353.87	0.15	2,063.25	0.47	2,219.99	0.46
Total Other Revenue (Exp.)	370.01	2.19	353.87	0.15	2,063.25	0.47	2,219.99	0.46
Net Earnings	<u>\$ (364,648.99)</u>	<u>(2,155.8</u>	<u>\$ 33,819.74</u>	<u>14.69</u>	<u>\$ (131,899.57)</u>	<u>(30.30</u>	<u>\$ 87,404.83</u>	<u>18.11</u>

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