

**Jonesboro Airport Commission  
Financial Statements  
For the Seven Months Ended July 31, 2010 and 2009**

Orr, Lamb & Fegtly, PLC  
PO Box 1796  
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August 4, 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 July 31, 2010, and the related statement of revenues and expenses-modified cash basis for the one month ended July 31, 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  
July 31, 2010**

**ASSETS**

**CURRENT ASSETS**

Cash - Liberty Bank	\$ 283,329.49	
Cash-Liberty Bank-Project Acct	<u>48,663.56</u>	
<b>Total Current Assets</b>		<b>\$ 331,993.05</b>

**PROPERTY AND EQUIPMENT**

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

**OTHER ASSETS**

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

**TOTAL ASSETS** **\$ 333,295.40**

See accountants' compilation report.

**Jonesboro Airport Commission**  
**Statement of Assets, Liabilities, and Equity**  
**Modified Cash Basis**  
**July 31, 2010**

**LIABILITIES AND EQUITY**

**CURRENT LIABILITIES**

Fica Taxes Payable	\$	880.34
FWH Taxes Payable		827.78
SWH Taxes Payable		178.65
OCSE		221.54
State Unemployment Payable		<u>19.44</u>

**Total Current Liabilities** \$ 2,127.75

**EQUITY**

Beg Retained Earnings	\$	269,875.49
YTD Net Income(Loss)		<u>61,292.16</u>

**Total Equity** 331,167.65

**TOTAL LIABILITIES & EQUITY** \$ 333,295.40

See accountants' compilation report.

**Jonesboro Airport Commission**  
**Statement of Revenues & Expenses-Modified Cash Basis**  
**For the 1 Month and 7 Months Ended July 31, 2010 and 2009**

	1 Month Ended		1 Month Ended		7 Months Ended		7 Months Ended	
	<u>July 31, 2010</u>	<u>%</u>	<u>July 31, 2009</u>	<u>%</u>	<u>July 31, 2010</u>	<u>%</u>	<u>July 31, 2009</u>	<u>%</u>
<b>Revenues</b>								
Grant Revenue-City of Jonesboro	\$ 0.00	0.00	\$ 0.00	0.00	\$ 70,002.00	10.79	\$ 70,000.00	13.23
Grant Revenue-Federal & State	187,887.52	87.98	30,025.00	64.59	454,492.36	70.04	350,720.01	66.29
T-Hanger Lease #2	851.10	0.40	0.00	0.00	851.10	0.13	0.00	0.00
Hanger Revenue - FBO	6,332.68	2.97	6,332.68	13.62	44,328.76	6.83	44,328.08	8.38
Revenue-Sharp Aviation	2,000.00	0.94	2,000.00	4.30	14,000.00	2.16	14,000.00	2.65
Revenue-Gate Card Fees	40.00	0.02	0.00	0.00	840.00	0.13	1,240.00	0.23
Revenue-Picture Display Fees	0.00	0.00	0.00	0.00	1,800.00	0.28	2,196.00	0.42
T Hanger Leases	2,000.00	0.94	2,000.00	4.30	14,000.00	2.16	14,000.00	2.65
Fuel Flowage	2,464.96	1.15	2,421.76	5.21	12,982.90	2.00	14,761.60	2.79
Terminal Building Leases-TSA	0.00	0.00	1,100.00	2.37	0.00	0.00	3,300.00	0.62
Farm Rents	1,600.00	0.75	0.00	0.00	9,600.00	1.48	0.00	0.00
ASU Lease	0.00	0.00	1,250.00	2.69	0.00	0.00	8,500.00	1.61
Other Income	10,378.78	4.86	1,358.78	2.92	26,031.46	4.01	6,010.12	1.14
<b>Total Revenues</b>	<u>213,555.04</u>	<u>100.00</u>	<u>46,488.22</u>	<u>100.00</u>	<u>648,928.58</u>	<u>100.00</u>	<u>529,055.81</u>	<u>100.00</u>
<b>Cost of Revenues</b>								
Grant Project Expenditures	0.00	0.00	33,273.00	71.57	454,778.30	70.08	325,963.06	61.61
Grounds	3,974.38	1.86	2,754.53	5.93	20,574.97	3.17	18,586.60	3.51
Hanger Expense-FBO	136.97	0.06	158.70	0.34	3,254.33	0.50	6,223.72	1.18
T-Hanger Expense	0.00	0.00	0.00	0.00	0.00	0.00	1,841.02	0.35
Terminal Building Expense-Mesa/TSA	592.23	0.28	440.11	0.95	8,366.67	1.29	3,549.23	0.67
Terminal Building Expense-ASU	156.00	0.07	0.00	0.00	683.74	0.11	344.74	0.07
Fire Rescue Building Expense	486.48	0.23	0.00	0.00	3,334.45	0.51	818.25	0.15
Sharp Aviation Expense	0.00	0.00	81.00	0.17	369.36	0.06	1,547.07	0.29
Old Terminal Bldg - CAP	0.00	0.00	132.93	0.29	0.00	0.00	145.03	0.03
Beacon & Field Lights	3,213.00	1.50	0.00	0.00	6,869.31	1.06	223.11	0.04
<b>Total Cost of Revenues</b>	<u>8,559.06</u>	<u>4.01</u>	<u>36,840.27</u>	<u>79.25</u>	<u>498,231.13</u>	<u>76.78</u>	<u>359,241.83</u>	<u>67.90</u>
<b>Gross Profit</b>	<u>204,995.98</u>	<u>95.99</u>	<u>9,647.95</u>	<u>20.75</u>	<u>150,697.45</u>	<u>23.22</u>	<u>169,813.98</u>	<u>32.10</u>
<b>General &amp; Administrative Exp.</b>								
Advertising	0.00	0.00	400.20	0.86	0.00	0.00	400.20	0.08
Dues/Subscriptions	0.00	0.00	0.00	0.00	55.00	0.01	125.00	0.02
Insurance	4,045.00	1.89	4,320.00	9.29	35,579.00	5.48	33,160.90	6.27
Insurance - Medical	424.58	0.20	445.61	0.96	3,820.46	0.59	3,119.27	0.59
Office Expense	424.83	0.20	0.00	0.00	580.52	0.09	1,279.11	0.24
Outside Services	0.00	0.00	0.00	0.00	650.00	0.10	352.78	0.07
Payroll Taxes	459.61	0.22	630.65	1.36	3,161.27	0.49	3,166.77	0.60
Postage	0.00	0.00	0.00	0.00	168.65	0.03	129.80	0.02
Repairs/Maintenance	0.00	0.00	140.00	0.30	52.37	0.01	339.64	0.06
Salaries - Philip Steed	4,024.75	1.88	3,691.42	7.94	28,173.25	4.34	25,839.94	4.88
Salaries - Other	1,943.25	0.91	4,264.50	9.17	11,375.63	1.75	14,037.25	2.65
Salaries-Fireman	0.00	0.00	0.00	0.00	0.00	0.00	169.00	0.03
Supplies	0.00	0.00	0.00	0.00	647.81	0.10	0.00	0.00
Telephone	369.62	0.17	342.56	0.74	2,518.55	0.39	2,531.01	0.48
Meetings/Travel	0.00	0.00	282.59	0.61	0.00	0.00	282.59	0.05
Meals/Entertainment	95.90	0.04	0.00	0.00	397.07	0.06	0.00	0.00
Utilities	0.00	0.00	135.45	0.29	559.45	0.09	945.91	0.18
Misc Expense	0.00	0.00	0.00	0.00	64.80	0.01	0.00	0.00

See accountants' compilation report.

**Jonesboro Airport Commission**  
**Statement of Revenues & Expenses-Modified Cash Basis**  
**For the 1 Month and 7 Months Ended July 31, 2010 and 2009**

	<u>1 Month Ended</u> <u>July 31, 2010</u>	<u>%</u>	<u>1 Month Ended</u> <u>July 31, 2009</u>	<u>%</u>	<u>7 Months Ended</u> <u>July 31, 2010</u>	<u>%</u>	<u>7 Months Ended</u> <u>July 31, 2009</u>	<u>%</u>
Legal & Accounting	400.00	0.19	430.00	0.92	4,048.00	0.62	4,185.00	0.79
<b>Total G &amp; A Expenses</b>	<u>12,187.54</u>	<u>5.71</u>	<u>15,082.98</u>	<u>32.44</u>	<u>91,851.83</u>	<u>14.15</u>	<u>90,064.17</u>	<u>17.02</u>
<b>Revenues from Operations</b>	<u>192,808.44</u>	<u>90.29</u>	<u>(5,435.03)</u>	<u>(11.69)</u>	<u>58,845.62</u>	<u>9.07</u>	<u>79,749.81</u>	<u>15.07</u>
<b>Other Revenue (Expenses)</b>								
Interest Income	383.29	0.18	423.95	0.91	2,446.54	0.38	2,643.94	0.50
<b>Total Other Revenue (Exp.)</b>	<u>383.29</u>	<u>0.18</u>	<u>423.95</u>	<u>0.91</u>	<u>2,446.54</u>	<u>0.38</u>	<u>2,643.94</u>	<u>0.50</u>
<b>Net Earnings</b>	<u>\$ 193,191.73</u>	<u>90.46</u>	<u>\$ (5,011.08)</u>	<u>(10.78)</u>	<u>\$ 61,292.16</u>	<u>9.45</u>	<u>\$ 82,393.75</u>	<u>15.57</u>

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