



**REGIONAL AIRPORT AUTHORITY
PICKAWAY COUNTY**

REGULAR AUDIT

FOR THE YEARS ENDED DECEMBER 31, 2000 - 1999



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**REGIONAL AIRPORT AUTHORITY
PICKAWAY COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Report of Independent Accountants	1
Statement of Cash Receipts, Cash Disbursements, and Changes in Fund Cash Balance- All Governmental Fund Types For the Year Ended December 31, 2000	3
Statement of Cash Receipts, Cash Disbursements, and Changes in Fund Cash Balance- All Governmental Fund Types For the Year Ended December 31, 1999	4
Notes to the Financial Statements	5
Report on Compliance and on Internal Control Required by <i>Government Auditing Standards</i>	7

THIS PAGE INTENTIONALLY LEFT BLANK



STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

35 North Fourth Street
Columbus, Ohio 43215
Telephone 614-466-3402
800-443-9275
Facsimile 614-728-7199
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Regional Airport Authority
Pickaway County
28181 McCrady Road
Circleville, Ohio 43113

To the Board of Trustees

We have audited the accompanying financial statements of the Regional Airport Authority, Pickaway County, Ohio, (the Authority) as of and for the years ended December 31, 2000 and December 31, 1999. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As discussed in Note 1, the Authority prepares its financial statements on the basis of accounting prescribed or permitted by the Auditor of State, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the fund cash balances of the Pickaway County Regional Airport Authority, Ohio as of December 31, 2000 and December 31, 1999, and its cash receipts and disbursements for the years then ended on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 17, 2001 on our consideration of the Authority's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

This report is intended solely for the information and use of the management, Board of Trustees and other officials authorized to receive this report under § 117.26, Ohio Revised Code, and is not intended to be and should not be used by anyone other than these specified parties.

JIM PETRO
Auditor of State

January 17, 2001

**REGIONAL AIRPORT AUTHORITY
PICKAWAY COUNTY**

**STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2000**

	GOVERNMENTAL FUND TYPES		
	<u>General</u>	<u>Capital Projects</u>	<u>Totals Memorandum Only</u>
Cash Receipts:			
Intergovernmental	12,000	237,225	249,225
Interest	403	0	403
Miscellaneous	116	0	116
	12,519	237,225	249,744
Total Cash Receipts			
	12,519	237,225	249,744
Cash Disbursements:			
General Government	22,504	0	22,504
Capital Outlay	0	246,968	246,968
	22,504	246,968	269,472
Total Cash Disbursements			
	22,504	246,968	269,472
Total Receipts Over/(Under) Disbursements	(9,985)	(9,743)	(19,728)
Other Financing Receipts/(Disbursements):			
Other Sources/Uses	25,242	0	25,242
Transfers In	0	9,713	9,713
Transfers Out	(9,713)	0	(9,713)
	15,529	9,713	25,242
Total Other Financing Receipts/(Disbursements)			
	15,529	9,713	25,242
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	5,544	(30)	5,514
Fund Cash Balance, January 1, 2000	44,052	6,598	50,650
Fund Cash Balance, December 31, 2000	\$49,596	\$6,568	\$56,164

The notes to the financial statement are an integral part of this statement.

**REGIONAL AIRPORT AUTHORITY
PICKAWAY COUNTY**

**STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN FUND CASH BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 1999**

	GOVERNMENTAL FUND TYPES		Totals Memorandum Only
	General	Capital Projects	
Cash Receipts:			
Intergovernmental	\$10,000	\$26,012	\$36,012
Interest	430	0	430
Miscellaneous	87	0	87
	<hr/>	<hr/>	<hr/>
Total Cash Receipts	10,517	26,012	36,529
Cash Disbursements:			
General Government	21,227	0	21,227
Capital Outlay	0	38,801	38,801
	<hr/>	<hr/>	<hr/>
Total Cash Disbursements	21,227	38,801	60,028
Total Receipts Over/(Under) Disbursements	<hr/> (10,710)	<hr/> (12,789)	<hr/> (23,499)
Other Financing Receipts/(Disbursements):			
Other Sources/Uses	24,507	0	24,507
	<hr/>	<hr/>	<hr/>
Total Other Financing Receipts/(Disbursements)	24,507	0	24,507
Excess of Cash Receipts and Other Financing Receipts Over/(Under) Cash Disbursements and Other Financing Disbursements	13,797	(12,789)	1,008
Fund Cash Balance, January 1, 1999	<hr/> 30,255	<hr/> 19,387	<hr/> 49,642
Fund Cash Balance, December 31, 1999	<u><u>\$44,052</u></u>	<u><u>\$6,598</u></u>	<u><u>\$50,650</u></u>

The notes to the financial statement are an integral part of this statement.

**REGIONAL AIRPORT AUTHORITY
PICKAWAY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Entity

The Regional Airport Authority, Pickaway County, Ohio, (the Authority) is a body corporate and politic established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The Authority is directed by a five member Board, appointed by the County Commissioners to serve a three year term. The Authority is responsible for the safe and efficient operation and maintenance of the airport. An appointed Secretary/Treasurer is responsible for fiscal control of the resources of the Authority. A fixed Based Operator leases the assets of the Authority with the approval of the County Commissioners.

The Authority's management believes these financial statements present all activities for which the Authority is financially accountable.

B. Basis of Accounting

These financial statements follow the basis of accounting prescribed or permitted by the Auditor of State, which is similar to the cash receipts and disbursements basis of accounting. Receipts are recognized when received in cash rather than when earned, and disbursements are recognized when paid rather than when a liability is incurred.

These statements include adequate disclosure of material matters, as prescribed or permitted by the Auditor of State.

C. Cash and Deposits

Certificates of deposit are valued at cost.

The Authority's funds are deposited in two checking accounts with a local commercial bank. One checking account handles general operating receipts and disbursements. The other checking account is established to handle all capital project receipts and disbursements.

D. Fund Accounting

The Authority uses fund accounting to segregate cash that is restricted as to use. The Authority classifies its funds into the following type:

General Fund

The General Fund is the general operating fund. It is used to account for all financial resources except those required by law or contract to be restricted.

Capital Projects Fund

The Capital Projects Fund is the construction/grant fund. It is used to account for all construction receipts (Grants) and disbursements.

**REGIONAL AIRPORT AUTHORITY
PICKAWAY COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2000 AND 1999
(Continued)**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Property, Plant and Equipment

Acquisitions of property, plant and equipment are recorded as disbursements when paid. These items are not reflected as assets on the accompanying financial statements.

2. EQUITY IN CASH AND DEPOSITS

The carrying amount of cash and deposits at December 31 was as follows:

	<u>2000</u>		<u>1999</u>
Demand deposits	\$ 46,164	\$	40,650
Certificates of deposit	<u>10,000</u>		<u>10,000</u>
Total deposits	<u><u>56,164</u></u>		<u><u>50,650</u></u>

Deposits: Deposits are insured by the Federal Depository Insurance Corporation.

3. RISK MANAGEMENT

Pickaway County carries insurance for the Authority through private carriers who assume the risk of loss up to the limits of the county's policies. The following risks are:

- Property
- Vehicles
- Liability
- Inland Marine

4. CONTINGENT LIABILITIES

Amounts received from grantor agencies are subject to audit and adjustment by the grantor, principally the federal government. Any disallowed costs may require refunding to the grantor. Amounts which may be disallowed, if any, are not presently determinable. However, based on prior experience, management believes such refunds, if any, would not be material.

5. LEASE AGREEMENT

The Authority has entered into a lease agreement with Buckeye Aerial Services Inc. to operate the airport. The lease agreement stipulates monthly payments of \$600 plus four cents for each gallon of fuel sold.



**STATE OF OHIO
OFFICE OF THE AUDITOR**

JIM PETRO, AUDITOR OF STATE

35 North Fourth Street
Columbus, Ohio 43215
Telephone 614-466-3402
800-443-9275
Facsimile 614-728-7199
www.auditor.state.oh.us

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED
BY GOVERNMENT AUDITING STANDARDS**

Regional Airport Authority
Pickaway County
28181 McCrady Road
Circleville, Ohio 43113

To the Board of Trustees

We have audited the accompanying financial statements of the Regional Airport Authority, Pickaway County Ohio, (the Authority), as of and for the years ended December 31, 2000 and December 31, 1999, and have issued our report thereon dated January 17, 2001. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instance of noncompliance that is required to be reported under *Government Auditing Standards*. However, we note an immaterial instance of noncompliance that we have reported to management of the Authority in a separate letter dated January 17, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Authority's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the Authority in a separate letter dated January 17, 2001.

Regional Airport Authority
Pickaway County
Report of Independent Accountants on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

This report is intended for the information and use of the management, and Board of Trustees, and is not intended to be and should not be used by anyone other than these specified parties.

JIM PETRO
Auditor of State

January 17, 2001



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

PICKAWAY COUNTY REGIONAL AIRPORT AUTHORITY

PICKAWAY COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MAY 15, 2001**