



**CARROLL REGIONAL AIRPORT AUTHORITY
CARROLL COUNTY**

REGULAR AUDIT

FOR THE YEARS ENDED DECEMBER 31, 2001 AND 2000



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**CARROLL REGIONAL AIRPORT AUTHORITY
CARROLL COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Report of Independent Accountants	1
Statement of Cash Receipts, Cash Disbursements, and Changes in Fund Cash Balances – For the Years Ended December 31, 2001 and 2000	3
Notes to the Financial Statements	5
Report of Independent Accountants 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

Voinovich Government Center
242 Federal Plaza West
Suite 302
Youngstown, Ohio 44503
Telephone 330-797-9900
800-443-9271
Facsimile 330-797-9949
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Carroll Regional Airport Authority
Carroll County
P.O. Box 266
Carrollton, Ohio 44615

To the Board of Trustees:

We have audited the accompanying financial statements of the Carroll Regional Airport Authority (the Authority) as of and for the years ended December 31, 2001 and December 31, 2000. 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 auditing standards generally accepted in the United States of America 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 audit 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 cash balances of the Authority as of December 31, 2001 and December 31, 2000, 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 31, 2002 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 management and the 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 31, 2002

This page intentionally left blank.

**CARROLL REGIONAL AIRPORT AUTHORITY
CARROLL COUNTY**

**STATEMENT OF CASH RECEIPTS, CASH DISBURSEMENTS, AND
CHANGES IN CASH BALANCES
FOR THE YEARS ENDED DECEMBER 31, 2001 AND 2000**

	2001	2000
Cash Receipts:		
County Contributions	\$11,250	\$15,000
Grants	\$49,751	78,696
Sale of Fuel	16,393	2,204
Rents	21,996	21,853
Interest	99	380
Miscellaneous	15,720	1,183
Total Cash Receipts	115,209	119,316
Cash Disbursements:		
Salaries	2,922	3,346
Supplies and Materials	818	930
Repairs and Maintenance	13,523	2,183
Contract Services	128,911	95,472
Insurance	4,893	6,486
Utilities	2,580	2,146
Debt Service:		
Redemption of Principal	8,571	8,571
Interest and Fiscal Charges	4,888	4,429
Miscellaneous	2,132	3,152
Total Cash Disbursements	169,238	126,715
Total Receipts (Under) Disbursements	(54,029)	(7,399)
Other Financing Receipts/(Disbursements):		
Sale of Notes	45,000	
Excess of Cash Receipts and Other Financing Receipts (Under) Cash Disbursements	(9,029)	(7,399)
Cash Balances, January 1	40,265	47,664
Cash Balances, December 31	\$31,236	\$40,265

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

This page intentionally left blank.

**CARROLL COUNTY AIRPORT AUTHORITY
CARROLL COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2001 AND 2000**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the Entity

The Carroll Regional Airport Authority, Carroll County, (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 Carroll County Commissioners. The Authority is responsible for the safety and efficient operation and maintenance of the airport.

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 Investments

Investments are included in fund cash balances. Accordingly, purchases of investments are not recorded as disbursements, and sales of investments are not recorded as receipts. Gains or losses at the time of sale are recorded as receipts or disbursements, respectively.

Certificates of deposit are valued at cost.

2. CASH AND INVESTMENTS

The carrying amount of cash and investments at December 31 follows:

	<u>2001</u>	<u>2000</u>
Demand deposits	\$20,432	\$16,677
Certificates of deposit	<u>10,804</u>	<u>23,588</u>
Total deposits	<u><u>\$31,236</u></u>	<u><u>\$40,265</u></u>

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

**CARROLL COUNTY AIRPORT AUTHORITY
CARROLL COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2001 AND 2000
(Continued)**

3. DEBT

Debt outstanding at December 31, 2001 was as follows:

	Principal	Interest Rate
Fuel Delivery System Loan	\$45,000	4.89%
Airport Runway Lights Loan	\$34,284	4.25%
Total	\$79,284	

In 2001, the Authority issued a bank loan for installation of a new fuel delivery system. The Authority is obligated for notes payable to a bank. The note is payable over a period of five years at \$9,000 per year including interest charged at 4.89%. The note for airport runway lights is payable over a period of seven years at \$8,571 per year including interest charged at 4.25% per annum.

The notes are collateralized by all real and personal property owned by the Authority and by revenues the Authority collects.

Amortization of the above debt, including interest, is scheduled as follows:

Year ending December 31:	Fuel Delivery System Loan	Airport Runway Lights Loan
2002	\$11,201	\$10,075
2003	10,761	9,699
2004	10,320	9,323
2005	9,880	8,948
2006	9,440	0
Total	\$51,602	\$38,045

4. RISK MANAGEMENT

Commercial Insurance

The Carroll Regional Airport Authority has obtained commercial insurance for the following risks:

- Comprehensive property and general liability;
- Errors and omissions.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Voinovich Government Center
242 Federal Plaza West
Suite 302
Youngstown, Ohio 44503
Telephone 330-797-9900
800-443-9271
Facsimile 330-797-9949
www.auditor.state.oh.us

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

Carroll Regional Airport Authority
Carroll County
P.O. Box 266
Carrollton, Ohio 44615

To the Board of Trustees:

We have audited the accompanying financial statements of the Carroll Regional Airport Authority (the Authority) as of and for the years ended December 31, 2001 and December 31, 2000, and have issued our report thereon dated January 31, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted a certain immaterial instance of noncompliance that we have reported to the management of the Authority in a separate letter dated January 31, 2002.

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 other matters 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 31, 2002.

This report is intended solely for the information and use of 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 31, 2002



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

CARROLL REGIONAL AIRPORT AUTHORITY

CARROLL 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
MARCH 26, 2002**