

VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
FINANCIAL STATEMENTS
AS OF DECEMBER 31, 2020

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
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THE HALFORD FIRM, PLLC

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Vicksburg-Tallulah District Airport Board
175 VTR Airport Road
Tallulah, LA 71282

We have audited the accompanying financial statements of the business-type activities of the Vicksburg-Tallulah District Airport Board (a quasi-governmental entity) as of and for the year ended December 31, 2020, and the related notes to the financial statements which collectively comprise the Airport's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Vicksburg-Tallulah District Airport Board, as of December 31, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 5, the budgetary comparison information on page 14, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Financial Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Vicksburg-Tallulah District Airport Board's basic financial statements. The accompanying other financial information consisting of the schedule of compensation, benefits, and other payments to agency head on page 15 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

Other Reporting Required by Government Auditing Standards

In accordance with *Governmental Auditing Standards*, we have also issued our report dated August 6, 2021, on our consideration of the Vicksburg-Tallulah District Airport Board's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing on internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Vicksburg-Tallulah District Airport Board's internal control over financial reporting and compliance.

The Halford Firm, PLLC

Vicksburg, Mississippi
August 6, 2021

REQUIRED SUPPLEMENTARY INFORMATION
PART I

Management's Discussion and Analysis
December 31, 2020

As management of the Vicksburg-Tallulah District Airport Board (Airport), we offer readers of the Airport's financial statements this narrative overview and analysis of the financial activities of the Airport for the fiscal year ended December 31, 2020. Please read it in conjunction with the basic financial statements and the accompanying notes to the financial statements.

Financial Highlights

The Airport's net position decreased by \$140,437 in the year ended December 31, 2020. This decrease was comprised of a \$32,878 increase in unrestricted net position and a \$173,315 decrease in investment in capital assets. During the year ended December 31, 2020, depreciation and amortization expense amounted to \$544,406 and \$355,424 of fixed assets were added. The related debt was reduced by \$14,667.

During the year, the Airport's revenue from business-type operations decreased \$211,179. This was primarily due to a decrease in fuel sales. While operating revenue decreased \$211,179, operating expenses decreased \$166,480. The most significant decrease of operating expense was fuel purchases and expense.

During the current year, the Airport received \$386,928 in grants from the LADOTD and FAA to be used for major additions and improvements to the Airport. The Airport added \$355,424 to fixed assets in the current year.

This discussion and analysis serves as an introduction to the Airport's basic financial statements, which consist of four components: 1) Statement of Net Position, 2) Statement of Activities, 3) Statement of Cash Flows, and 4) Notes to the Financial Statements.

Statement of Net Position. This statement presents the Airport's assets and liabilities, with the difference of assets and liabilities reported as net position. The fluctuation in net position can be used as an indication of whether the financial position of the Board is improving or deteriorating.

Statement of Activities. Consistent with the full accrual basis method of accounting, this statement accounts for current year revenues and expenses regardless of when cash is received or paid. The statement also exhibits the relationship of revenue and expenses with the changes in net position.

Statement of Cash Flows. The statement of cash flows illustrates the cash inflows and outflows of the Vicksburg-Tallulah District Airport Board.

Notes to the Financial Statements. The accompanying notes provide additional information essential to a full understanding of the data provided in the basic financial statements.

REPORTING ON THE VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD AS A WHOLE

The following table reflects the condensed Statement of Net Position:

CONDENSED STATEMENT OF NET POSITION Years Ended December 31, 2020, and 2019

	2020	2019
Assets		
Current and other assets	\$ 233,155	\$ 197,612
Capital assets, net	12,373,249	12,562,231
Total Assets	<u>12,606,404</u>	<u>12,759,843</u>
Liabilities		
Current and other liabilities	25,463	23,798
Long-term liabilities	307,997	322,664
Total Liabilities	<u>333,460</u>	<u>346,462</u>
Net Position		
Invested in capital assets, net of debt	12,051,585	12,224,900
Unrestricted	221,359	188,481
Total Net Position	<u>\$ 12,272,944</u>	<u>\$ 12,413,381</u>

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Vicksburg-Tallulah District Airport Board, assets exceed liabilities at the close of the fiscal year by \$12,272,944 in 2020 and \$12,413,381 in 2019. Of these amounts, \$12,051,585, or 98%, and \$12,224,900 or 98% of the total net position represent the investment of the Airport in capital assets net of related debt. Net position of \$221,359 and \$188,481 for 2020 and 2019, respectively, are technically unrestricted.

The following table reflects the condensed Statement of Activities:

CONDENSED STATEMENT OF ACTIVITIES Years Ended December 31, 2020, and 2019

	2020	2019
Revenues		
Program revenues		
Sales	\$ 252,330	\$ 462,023
Rental	90,857	90,860
Other	18,292	19,775
Other Revenues		
Intergovernmental	584,554	347,506
Interest earned	71	66
Total Revenues	<u>946,104</u>	<u>920,230</u>
Function/Program Expenses		
Fuel purchases	178,417	367,368
Depreciation	543,825	541,143
Payroll and related benefits	195,801	188,100
Other	168,498	156,410
Total Expenses	<u>1,086,541</u>	<u>1,253,021</u>
Increase (Decrease) in Net Position	(140,437)	(332,791)
Net Position - Beginning	<u>12,413,381</u>	<u>12,746,172</u>
Net Position - Ending	<u>\$ 12,272,944</u>	<u>\$ 12,413,381</u>

As indicated above, net position decreased by \$140,437. This decrease is primarily due to depreciation expense.

General Fund Budgetary Highlights

The Airport prepares an annual budget to be used as a planning tool.

A budgetary comparison schedule showing the Airport's originally adopted budget compared with actual operating results is provided on page 15 of the report that follows.

Economic Factors and Next Year's Budget

The Airport considers many factors when setting their budget.

Revenues and expenditures of the Airport's funds are expected to remain fairly consistent with the 2020 fiscal year with the exception of grant funds and capital outlay.

Requests for Information

This financial report is designed to provide a general overview of the Airport's finances for all those with an interest in the Airport's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Vicksburg-Tallulah District Airport Board, 175 VTR Airport Road, Tallulah, LA 71282.

BASIC FINANCIAL STATEMENTS

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
STATEMENT OF NET POSITION – PROPRIETARY FUND
DECEMBER 31, 2020**

Assets

Current Assets

Cash and cash equivalents	\$ 167,197
Accounts receivable	10,182
Inventory	30,944
Prepaid expenses	24,832
Total Current Assets	233,155

Non-Current Assets

Capital assets, net of accumulated depreciation	12,365,208
Prepaid lease, net of accumulated amortization	8,041
Total Non-Current Assets	12,373,249

Total Assets	12,606,404
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Liabilities and Net Position

Liabilities

Accounts payable	3,481
Payroll tax liabilities	7,315
Mortgage payable - current	14,667
Total Current Liabilities	25,463
Mortgage payable - long term	307,997
Total Liabilities	333,460

Net Position

Invested in capital assets	12,051,585
Unrestricted	221,359
Total Net Position	\$ 12,272,944

The accompanying notes are an integral part of these financial statements.

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION – PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Enterprise
Operating Revenues	
Fuel sales	\$ 252,330
Hangar and property leases	90,857
Miscellaneous	18,292
Total Operating Revenues	361,479
Operating Expenses	
Fuel purchases and expenses	178,417
Repairs and maintenance	52,563
Payroll and related benefits	195,801
Depreciation	543,825
Amortization	581
Insurance	31,352
Office	21,055
Utilities	31,366
Contract services	28,054
Materials and supplies	3,527
Total Operating Expenses	1,086,541
Income (Loss) from Operations	(725,062)
Non Operating Revenue	
LADOTD	72,607
FAA	314,321
Interest income	71
Total Non Operating Revenue	386,999
Gain (Loss) Before Contributions from Partners	(338,063)
Capital Contributions from Other Governments (Partners)	197,626
Change in Net Position	(140,437)
Net Position at Beginning of Year	12,413,381
Net Position at End of Year	\$ 12,272,944

The accompanying notes are an integral part of these financial statements.

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
STATEMENT OF CASH FLOWS – PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2020**

CASH FLOWS FROM OPERATING ACTIVITIES:	
Cash received from customers	\$ 359,191
Cash paid for fuel purchases	(169,534)
Cash paid for employee services	(195,912)
Cash paid for other costs	<u>(171,874)</u>
Net cash provided (used) by operating activities	<u>(178,129)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Interest income	<u>71</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
FAA and LADOTD grants	384,367
Capital contributions from partners	200,081
Purchases of capital assets	(352,863)
Reduction of note payable	<u>(14,667)</u>
Net cash provided (used) by capital and related financing activities	<u>216,918</u>
Net increase in cash and cash equivalents	38,860
Cash and cash equivalents, beginning of year	<u>128,337</u>
Cash and cash equivalents, end of year	<u><u>\$ 167,197</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Cash flows from operating activities:	
Income (loss) from operations	\$ (725,062)
Adjustments to reconcile income from operations to net cash provided by operating activities:	
Depreciation & amortization	544,406
(Increase) decrease in:	
Accounts receivable - trade	(2,288)
Inventory	8,129
Prepaid expenses	(2,418)
Increase (decrease) in:	
Trade accounts payable and payroll taxes	<u>(896)</u>
Net cash provided (used) by operating activities	<u><u>\$ (178,129)</u></u>

The accompanying notes are an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

INTRODUCTION

The Airport Board was created in an effort between Mississippi and Louisiana, comprised of the City of Vicksburg, Mississippi, the City of Tallulah, Louisiana, Madison Parish Police Jury, and the Warren County, Mississippi Board of Supervisors. The Board is responsible for construction and management of the Vicksburg-Tallulah Airport. The Airport is considered a quasi-public entity because a majority of the governing body is appointed by or authorized to be appointed by a government or individual governmental official as part of their official duties. Members of the board are appointed by the respective cities, parish or county. Each area is designated a specific number of members to appoint. Presently there are five board members. Intergovernmental revenues and participating revenues are provided by these four entities or the State of Louisiana on behalf of the two Louisiana members. The Airport is located in Mound, Louisiana.

The entities above created a regional airport authority pursuant to the regulations of Mississippi and Louisiana acting by and through the Louisiana Department of Transportation and Development, Office of Aviation and Public Transportation.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

The following is a summary of certain significant accounting policies and practices:

Basis of Presentation

Proprietary fund accounting is used for the District's ongoing operations and activities which are similar to those often found in the private sector. Proprietary funds are accounted for using the economic resources measurement focus. The District accounts for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges and (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting under which revenues are recognized when earned and expenses are recognized when incurred. Revenues from landing and airfield fees, terminal building, rental building, and leased areas are reported as operating revenues. Transactions, which are capital, financing, or investing related, are reported as non-operating revenues. Expenses from employee wages and benefits, purchase of services, materials and supplies, and other miscellaneous expenses are reported as operating expenses. Interest expense and financing costs are reported as non-operating expenses.

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**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - continued

Fund Accounting

The Vicksburg-Tallulah District Board is organized and operated on a fund basis whereby a self-balancing set of accounts (Enterprise Fund) is maintained that comprises its assets, liabilities, net position, revenues, and expenses. The operations are financed and operated in a manner similar to a private business enterprise, where the intent of the governing body is that the cost (expenses, including depreciation) of providing services on a continuing basis be financed primarily through user charges.

Net Position

The Airport's resources are classified for accounting and reporting purposes into the following two net position categories:

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and long-term leases net of amortization reduced by outstanding balances for bonds, notes, and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Unrestricted net position consists of net position which does not meet the definition of the preceding category. Unrestricted net position often has constraints on resources which are imposed by management, but can be removed or modified.

Net position represents the difference between assets and liabilities. Net position is reported as restricted when there are limitations imposed on its use by external parties such as creditors, grantors, laws or regulations of other governments.

Cash and Cash Equivalents

Cash includes amounts in demand deposits. Under state law, the Board may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having a principal office in Louisiana. Certificates of deposits are classified as investments if their maturities exceed 90 days. However, if the original maturities are 90 days or less, they are classified as cash equivalents.

Inventory

Inventory is valued at the lower of cost or market using the first-in, first-out method.

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**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES - continued

Capital Assets

Under GASB Statement No. 34, capital assets, which include buildings, other improvements, machinery and equipment, vehicles, and furniture and fixtures, are reported and depreciated in the applicable government or business-type activities column of the governmental-wide financial statements.

All purchased capital assets are recorded at cost. Donated capital assets are valued at fair market value at date of gift. Major additions are capitalized while maintenance and repairs that do not improve or extend the life of the respective assets are charged to expense. Interest is capitalized on funds used during the construction of projects acquired with bond funds.

Capital assets are depreciated over the estimated useful lives of the assets using the straight-line method. Estimated useful lives are as follows:

Terminal building	45 years
Airport facilities, runway, etc.	45 years
Localizer	45 years
Office furniture, fixtures, and equipment	5 to 15 years
Equipment	10 to 20 years
Vehicles	5 years
Hangars	20 years

Bad Debts

The Airport uses the allowance method for recognizing bad debts. The Board has had very few bad debts in prior years and believes the current receivables are collectible. Since all receivables at year end were collected prior to March 31, 2021, no allowance has been established for the year ending December 31, 2020.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Budgetary Practices

The Board adopts the annual budget using the prior year's revenues and expenditures and current price levels as a guide. The Board budgets the expected operating results without considering depreciation expense. The budget presented in the accompanying financial statements is shown without the current year's depreciation expense.

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 2 CASH

As reflected in the financial statements, the Board had cash and cash equivalents totaling \$167,197 at December 31, 2020. The bank balances at December 31, 2020, were \$167,270 of which \$167,270 was insured from loss by FDIC. Cash and investments are stated at cost which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

At December 31, 2020, the Board had cash and cash equivalents as follows:

Petty cash	\$	150
Demand deposits		146,925
Interest bearing demand deposits		<u>20,122</u>
Total	\$	<u><u>167,197</u></u>

NOTE 3 ACCOUNTS RECEIVABLE

Accounts receivable is comprised of the following:

Local entities (partners)	\$	4,676
LDOTD/FAA		2,561
Trade		<u>2,945</u>
Total	\$	<u><u>10,182</u></u>

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 4 CHANGES IN CAPITAL ASSETS

The changes in capital assets are as follows:

	Balance 1/1/2020	Addition	Deduction	Balance 12/31/2020
Land	\$ 489,388	\$ -	\$ -	\$ 489,388
Aviation servitide	77,979	-	-	77,979
Airport facilities	16,882,137	71,567	-	16,953,704
Airport equipment	267,069	-	-	267,069
Terminal building	238,670	-	-	238,670
Fuel trucks	115,450	-	-	115,450
Fuel farm	190,650	-	-	190,650
T-Hangars	307,393	-	-	307,393
Office furniture and equipment	8,590	-	-	8,590
Construction in progress:	95,095	283,857	-	378,952
Total	<u>18,672,421</u>	<u>355,424</u>	<u>-</u>	<u>19,027,845</u>
Less: Accumulated depreciation	<u>(6,118,812)</u>	<u>(543,825)</u>	<u>-</u>	<u>(6,662,637)</u>
Total	<u>\$12,553,609</u>	<u>\$ (188,401)</u>	<u>\$ -</u>	<u>\$12,365,208</u>

NOTE 5 PREPAID LAND LEASES

In November 2014, the airport entered into a 20 year lease of land. The total lease for the 20 year period is \$11,265. The prepaid lease per the December 31, 2020, financial statements is as follows:

Total prepaid lease	\$ 11,625
Less accumulated amortization	(3,584)
	<u>\$ 8,041</u>

NOTE 6 CONTINGENCY

The Airport Authority receives federal and state monies for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in request for reimbursement by the grantor agency for expenditures disallowed under the terms and conditions of the appropriate agency. Management believes that expenditures disallowed would be insignificant, if any at all.

NOTE 7 HANGAR AND PROPERTY LEASES

The Airport leases hangars and property. The property leases are for a period of twenty years, whereas hangar leases generally are for annual periods and can be cancelled with a 30-day notice. Annual rent to be collected on property leases for each of the next five years is \$49,893. The hangars have a cost of \$307,393 with related accumulated depreciation of \$263,629 at December 31, 2020. The property leased is a portion of the total airport land.

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 8 RISK MANAGEMENT

The Airport is exposed to various risks of loss to torts; theft of, damage to, and destruction of assets; error and omissions; and natural disasters for which the airport carries commercial insurance. *No claims were paid on any of the policies during the past three years. There was no reduction in insurance coverage during the year ended December 31, 2020.*

NOTE 9 LONG-TERM DEBT (DONATED ASSET)

On December 28, 2013, Southall Properties (a land lease tenant) donated a building appraised for \$440,000 to the airport. In return, the airport entered into a 30-year lease for the property at a rate of \$1.00 per year. This was recorded on the airport books at the appraised value of \$440,000 and a corresponding liability of \$440,000, which will be removed over 30 years by recording the uncollected land lease income. The substance of the transaction was the airport purchased the building by foregoing the lease payments for 30 years.

NOTE 10 SUBSEQUENT EVENTS

Subsequent events were evaluated through August 6, 2021, which is the date the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

PART II

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
STATEMENT OF ACTIVITIES – PROPRIETARY FUND
BUDGET AND ACTUAL (BUDGET BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budget	Actual	Favorable/ (Unfavorable) Variation
Revenue			
Fuel sales	\$ 400,000	\$ 252,330	\$ (147,670)
Hanger and property lease	70,000	90,857	20,857
Income from partners	292,825	197,626	(95,199)
Other	7,100	18,363	11,263
Total revenue	<u>769,925</u>	<u>559,176</u>	<u>(210,749)</u>
Expenses			
Fuel purchase and expense	317,080	178,417	138,663
Payroll and related benefits	216,460	195,801	20,659
Insurance	33,375	31,352	2,023
Office	28,300	21,055	7,245
Utilities	34,310	31,366	2,944
Contact services	30,400	28,054	2,346
Material and supplies	9,750	3,527	6,223
Repair and maintenance	101,850	52,563	49,287
Total expense	<u>771,525</u>	<u>542,135</u>	<u>229,390</u>
Net Income	<u>\$ (1,600)</u>	17,041	<u>\$ 18,641</u>
Adjustments			
FAA and LADOTD grants		386,928	
Amortization expense		(581)	
Depreciation expense		<u>(543,825)</u>	
Change in net position (GAAP Basis)		(140,437)	
Net position at beginning of year		<u>12,413,381</u>	
Net position at end of year		<u>\$ 12,272,944</u>	

OTHER FINANCIAL INFORMATION

VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
SCHEDULE OF COMPENSATION, BENEFITS,
OTHER PAYMENTS TO AGENCY HEAD
DECEMBER 31, 2020

Randy Woods- Manager

Salary and expense amount	\$	60,564
Benefits - insurance		9,310
Benefits - retirement		1,688
Reimburse - mileage		235
Security service		<u>1,800</u>
Total	\$	<u>73,597</u>

SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS

THE HALFORD FIRM, PLLC

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT* *AUDITING STANDARDS*

Board of Directors
Vicksburg-Tallulah District Airport Board
175 VTR Airport Road
Tallulah, Louisiana 71282

We have audited, in accordance with the 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, the financial statements of the Vicksburg-Tallulah District Airport Board, a component unit of the Madison Parish Police Jury, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Vicksburg-Tallulah District Airport Board's basic financial statements, and have issued our report thereon dated August 6, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Vicksburg-Tallulah District Airport Board's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Vicksburg-Tallulah District Airport Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the Vicksburg-Tallulah District Airport Board's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Vicksburg-Tallulah District Airport Board's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and is identified as 20-01 in the schedule of findings and questioned costs.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

The Halford Firm, PLLC

Vicksburg, Mississippi
August 6, 2021

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
SUMMARY SCHEDULE OF CURRENT YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2020**

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on the annual financial statements of the Vicksburg-Tallulah District Airport Board.
2. There were no deficiencies in internal control over financial reporting disclosed in the audit of the financial statements.
3. One instance of noncompliance was disclosed in the audit of financial statements that is required to be reported in accordance with *Government Auditing Standards*.

B. FINDINGS RELATED TO THE FINANCIAL STATEMENTS THAT ARE REQUIRED TO BE REPORTED UNDER GOVERNMENT AUDITING STANDARDS

20-01 Local Budget Act

Finding:

The Louisiana Local Government Budget Act requires budgets be amended if expected actual revenues are five percent less than budgeted revenues, or expected actual expenditures are five percent greater than budgeted expenditure. The Vicksburg-Tallulah Regional Airport had actual revenues less than budgeted revenues by more than five percent. The agency is in violation of Louisiana Revised Statue LSA-RS 39:1309-1310.

Recommendation:

The Airport should monitor the budget closely and amend the budget as necessary in order to comply with Local Government Budget Act.

Management's Response:

The Airport concurs with the finding and will monitor and amend the budget as necessary in the future.

**VICKSBURG-TALLULAH DISTRICT AIRPORT BOARD
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR YEAR ENDED DECEMBER 31, 2020**

There were no prior audit findings and no management letter comments.