



James Marta & Company LLP
Certified Public Accountants

Accounting, Auditing, Consulting, and Tax

Truckee Tahoe Airport District

15 Months Ended December 31, 2017

Presented by

David Becker, CPA

Partner

Audit Summary

- **Our audit opinion is Unmodified – Pg 1-3**
 - Change in fiscal year (15 months of operations)
- **Management's Discussion & Analysis – Pg 4-10**
 - Provides financial highlights
 - Financial trends
 - Issues facing TTAD
- **Report on Internal Control – Pg 34**
 - No control deficiencies identified
- **No federal compliance testing (below \$750K)**

Financial Results - 2017

■ Revenues

- Operating revenues up \$1.4M (47%)
 - Operations division +\$751K (52%)
 - Other rentals +\$260K (116%) (Clear Capital \$22K/month)
- Nonoperating revenues down \$641K
 - Federal grant down \$3.1M
 - Property taxes + \$1.7M (31%)
- Extraordinary item
 - Insurance recovery (\$510K)

■ Expenses

- Operating expenses decreased \$1.1M (14%)
 - Pension liability + \$800K (Lowered discount rate)
 - Repairs and maintenance +\$1.5M (Pavement and Forest management)
 - General & Administrative +\$1.9M
 - Temporary control tower
 - Community support and contributions
 - Flight tracking operations

- Result is increase in net position of \$364K compared to \$5.2M in PY

Financial Results - 2017

■ Assets

- Total assets increased \$7M
 - Loan of \$7.8M

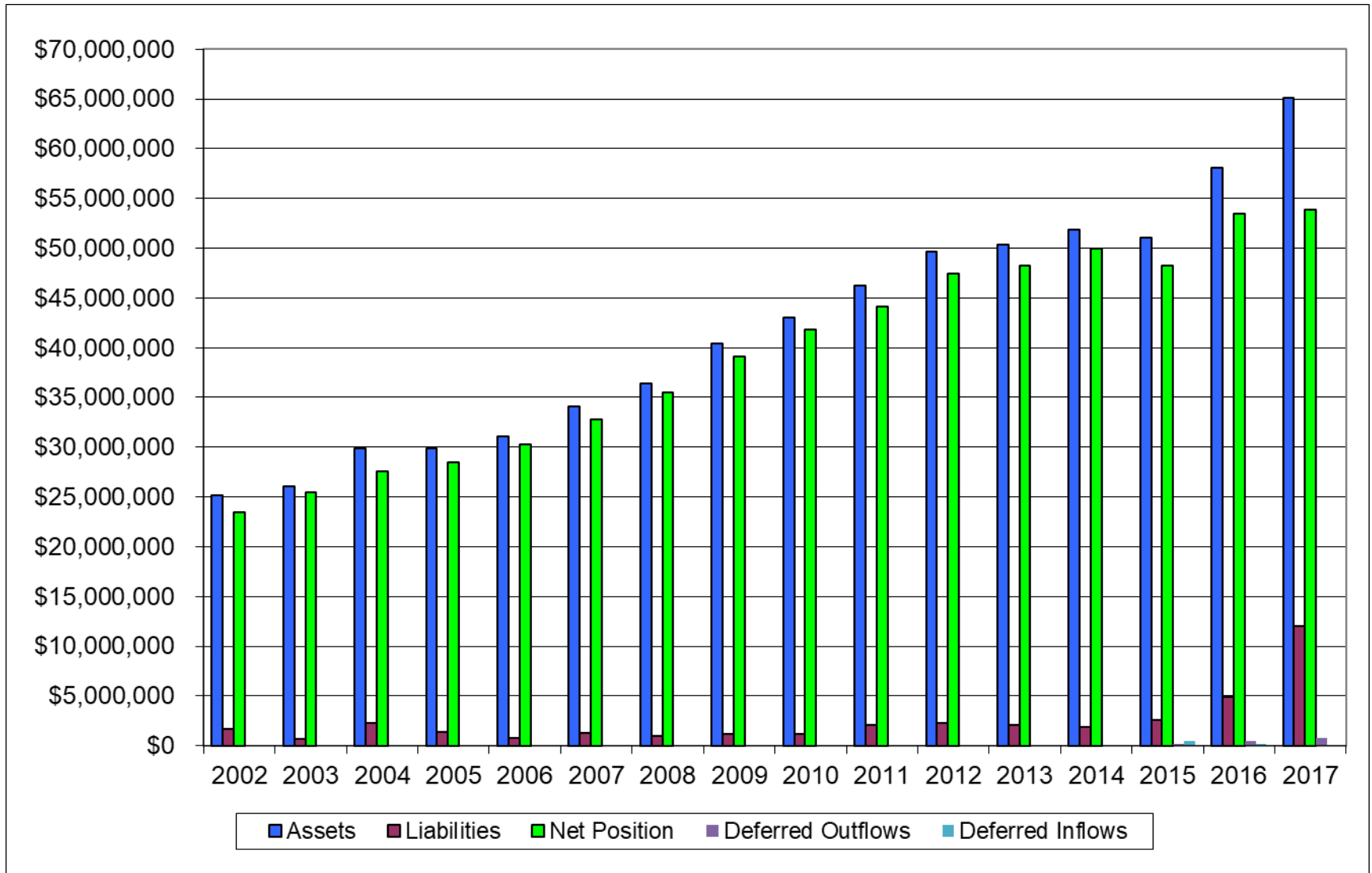
■ Liabilities

- Total liabilities increased \$7M
 - Loan \$7.8M
 - Net pension liability +\$800K
 - Accounts payable decreased \$1.7M (PY federal project)

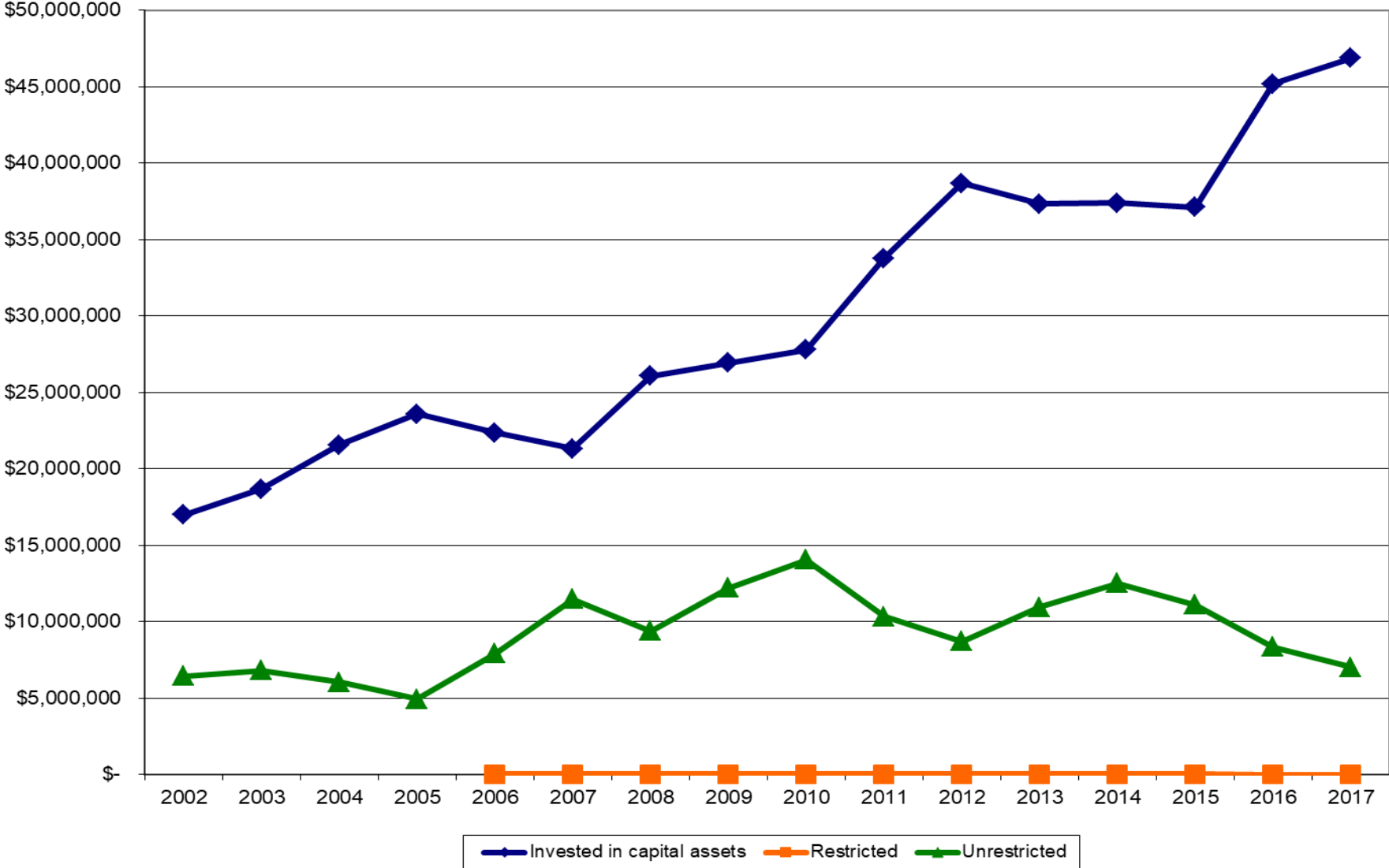
■ Net position \$53.8M

- Invested in capital assets \$46.8M
- Unrestricted \$7M (PY \$8.3M) (All designated – Note 8)

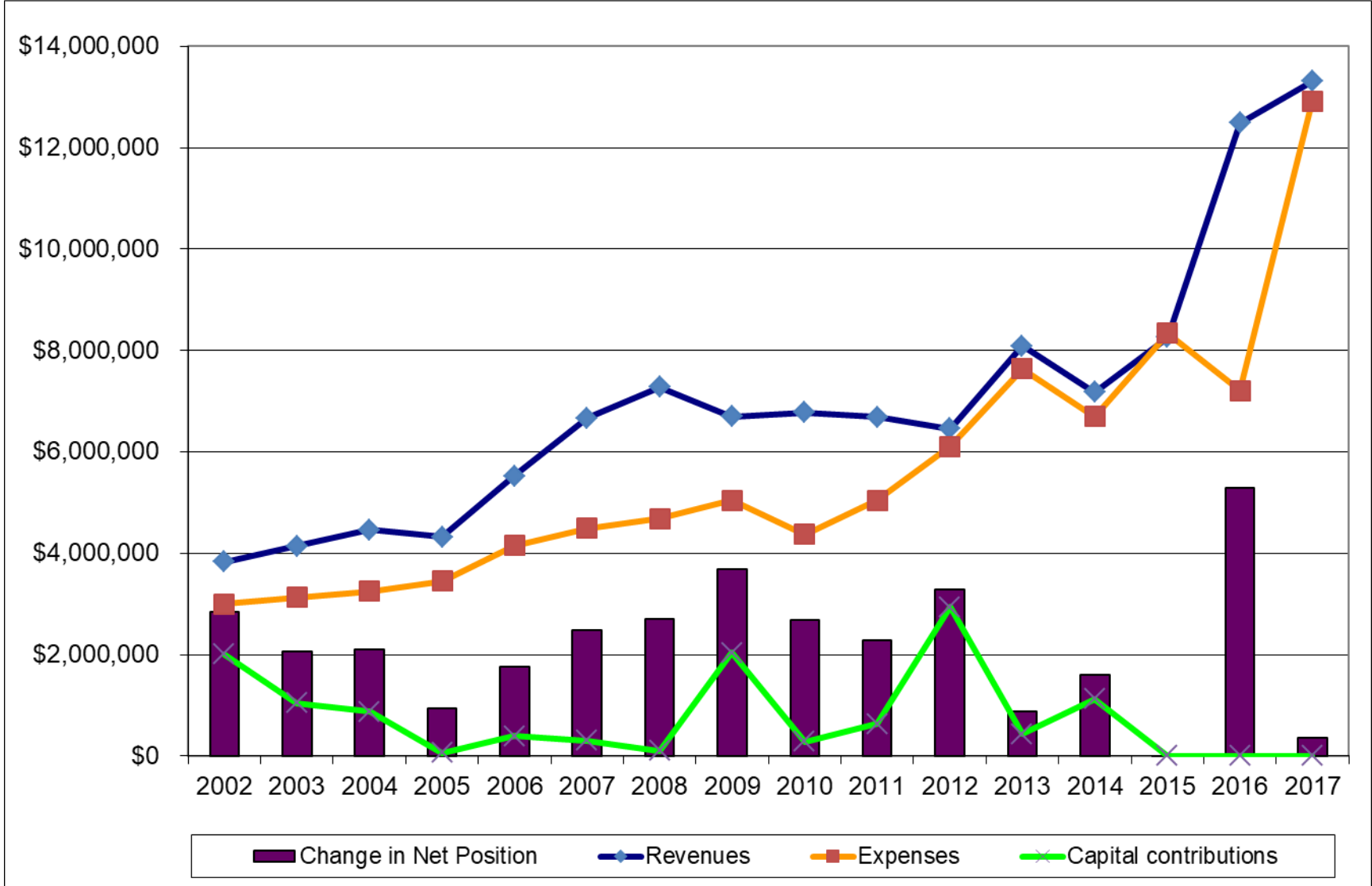
Statement of Net Position



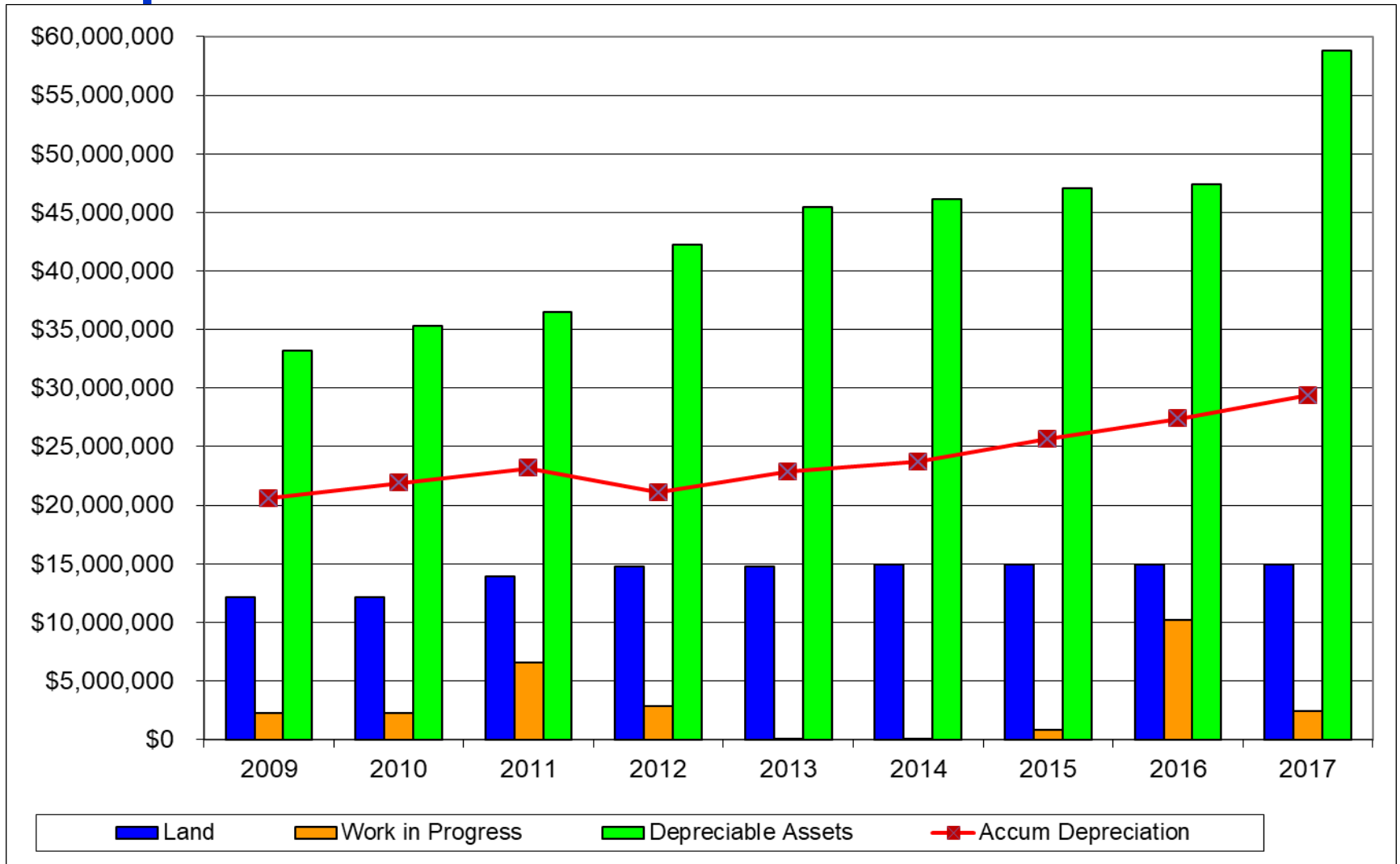
Net Position Allocation



Statement of Activities



Capital Assets



Separate Letters

■ **Communication with those charged with governance**

- Significant difficulties encountered during the audit - None
- Audit adjustments
 - Net pension liability adjustments
- Disagreements with management - None
- Other significant audit issues – None

■ **Management Recommendation Letter**

- Credit card policy

Overall Comments

- Audit is unmodified
- No control deficiencies identified
- Good unrestricted net position
- Excellent management team