INDEPENDENT AUDITORS' REPORT ON THE INTERNAL CONTROL STRUCTURE USED IN ADMINISTRENS

(CONTENSOD)

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering foderal financial assistance programs in the following categories:

Internal Control Structure Categories

- Cash Neceipts and Accounts Exceimable
- Cash Disturgements and buccuits, Double
- O Divertiat
- o Inlitical Activity
- o Civil Richts

- ry Cash Management.
- o Financial Reporting
- o Matching Lovel of Effort
- o Rescial Beogircastta
- n Devis-Barres
- o Allowable Costs/Frinciples

For all of the internal control atructure categories listed above, we obtained an enderstanding of the design of relevant policies and procedures and determined whether they have been placed in controlling, and we assessed excited that.

Euring the period August 1, 1992 through Petruary 20, 1997 the New Orleans Aviation Neard supported 1001 of its federal financial antistance under the Land Augustition erant, drast Hasher 3-32-00127-08 (70A Grant No. 16).

We performed tents of controls, as required by GME Circular Ario, to enalysic bit of fractiveness of the design and operation of considered relevants to powership or detecting material accounting links of the performant, giveness performance, and accounting the performance of the performance of the accounting links of the performance of the performance account of the performance of the performance of the account of the performance of the performance of the account of the performance of the performance of the account of the performance of the performance of the account of the performance of the performance of the periodic of the performance of the performance of the periodic of the performance of the performance of the periodic of the periodic of the performance of the performance of the periodic of the periodic of the performance of the performance of the periodic o

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NEW ORLEANS AVIATION BOARD FEDERAL AVIATION ADMINISTRATION (FAA) LAND ACQUISITION GRANT NO. 36 PROJECT NO. 3-22-4037-36

FINANCIAL AND COMPLIANCE AUDIT TOGETHER WITH INDEPENDENT AUDITORS' REPORT

FOR THE PERIOD AUGUST 1, 1992 THROUGH FEBRUARY 28, 1992

Bruno continue accomme

about whother material accoupliance with the requirements referred to previously occurred. As andit includes counting, on a test basis, evidence atout new Orlewes Aviation Reard's coupliance with those requirements. No believe that our sull provides a requirements.

The results of our audit procedures did not disclose any immaterial instances of noncompliance with the requirements referred to above.

In our opinion, the New Orients Activities Beard, compliant, in all material respects, with the requirements governing types of services allowed or unallowed? alloghility's matching, level of relations and the second of the second second second second equilations and second solated or used for matching that are spolicible to the New Orients Action Board's Lord Arguinition Geont, Grass Materia 52-4000-16 (Ad Agent Sec. 16) for the heated

This report is intereased for the information of the New Orleans Aviation Bound, management, and the pederal Aviation Administration. This restriction is not intereded to limit the disvibution of this report, which is a matter of pedic record.

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BRUNG & THRVALON CERTIFIED PUBLIC ACCOUNTANTS

March 5, 1997

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To the Board of Directors of the New Orleans Aviation Board New Orleans, Louisians

No have shalled the statement of grant activity for the New Orleans Aviables Record's Lond Arguition Grant, Crant Xunder 3-23-037-03 (PAA Greent So. 34) for the period Angust 1, 1982 through Petrusty 24, 1979 and have lusand our report threade durate much 5, 1957. The statement of grant activity pressions only the Baardo Grant Masher 12-2007-16 (TRA Grant Ramber 16).

We have also united the New orleans availation more compliance deallowed eligibility models (see the second deallowed eligibility models (second second second second deallowed second second second second second second second second second second second deallowed second second second second second second deallowed second second second second second second deallowed second second second second second second second deallowed second second second second second second deallowed second second second second second second deallowed second second second second second second second second deallowed second second second second second second second deallowed second second second second second second second deallowed second second second second second second second second deallowed second second second second second second second second deallowed second second second second second second second second deallowed second secon

We combusted our modil of compliance with those requirements in Solicity Statements of the second statement of the second statement Solicity Statement, income by the Complete Circular k-124. "And the United States, the Office of Benegement and Bedget Circular k-124. "And the States, the Office of Benegement and Bedget Circular k-124. "And the States of States and States and States and States and States of States and States and States and States and States Memberships and States and States and States and States Memberships and States and States and States and States Memberships and States and States and States and States Memberships and States and States and States and States Memberships and States and States and States and States Memberships and States and States and States and States Memberships and States and St

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550 S. PIERCE ST/SUITE 200, NEW ORLEANS, LA 70119 (504) 482-8733 FAX (504) 486-6296

The results of our tests disclosed so initiances of nuncompliance that are required to be reported breein water Government Auditing Strengreds.

This report is intended for the information of the New Orleans Aviation Reamd, monogeneri, and the Poderal Aviation Administration. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

Brune & Jawalow

CERTIFIED PUBLIC ACCOUNTANTS

Barch 5, 1997

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INTERMENT ADDITORS' REFORT ON CONSILANCE RITE LAWS AND REGILATIONS RAND ON AN AUDIT OF THE STRYMENT OF GRANT ACTIVITY PERFORMED IN ACCOMMANDE STRYMENT CONSILANT AUDITER CONSILANCE

To the Board of Directory of the New Orleans Aviation Board New Orleans, Louisiana

We have endited the statement of grant activity for the New Gricana-Aviation Research is fand Acquisition Grant, Grant Manker > 32-517-31 (RAA Grant No. 36) for the period Angunt 1, 1072 through Followary No. 1997 and have inspect have report theorems data (Marth 5, 1997). Land Acquisition Grant, New Grienes Aviation Research Grant Number > 22-1097-36 (FRA Grant Restor 201).

We consisted our audit in accordance with generally accepted auditing standards, and <u>operatest</u>, Auditing Standards, issued by the comptrailer onewark of the inited states. Those standards require that we plan each perform the audit to obtain remembels assurement shoul without the slotement of grant activity in free of metrical mistorement.

Compliance with laws, required nor, contracts, and practic mpellimble investments of the Mee of neural Narialan Reach. A part of definition investments of the Mee of neural Narialan Reach. A part of definition the foreign and the Mee of neural Narialan Reach. A part of definition of the Mee of the Mee of neural Narialan Reach. A part of the Mee defense Available Recents compliance with contain provide the defense Available Recents compliance with contain provide the defense Available Recents compliance with contain provide the of our walds were part to provide an optimic neural neural neural neural well and provide the State and State and State and State and of our radia were not too provide an optimic neural neural neural neural well and provide the State and State and State and State and State of our radia were not too provide an optimic neural neural neural neural neural set of the State and State and State and State and State and State and State of the State and State set of the State and S

INDEPENDENT AUDITORS' REFORT ON COMPLIANCE WITH THE GENERAL REQUIREMENTS APPLICANCE TO PROPER PHENOCIAL RESISTANCE INCOMENTS (CONTINUED)

With respect to the jumas tested, the results of those procedures disclosed as material instances of recompliance with the requirements listed in the second purgraph of this report. With source of the bulker of the list of the second purgraph of the second compliance of the bulker of the list of the second second compliance of the listed and second purgraph of the second the results of our procedures did not disclose are instants. Also

This report is intended for the information of the New Celasmy Aviation Board, management, and the Podeval Aviation Administration. This restriction is not intended to limit the distribution of this recort, which is a matter of public records.

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IRUNO & TERVALON CERTIFIED PUBLIC ACCOUNTANTS

March 5, 1991



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> INDEPENDENT ADDITION FREENET ON CONFLICANCE WITH THE GENERAL RECOMMENTS AFFLICANCE TO FOUNDAL TRANSITY AND ANTICAMENT

To the Board of Directors of the New Orleans Aviation Board New Orleans, Lowisiane

We have smalled the attachment of grant activity for the New Orleans Weisides Newsford's Aust Acquisition Grant, Unark Namber >-21-037-5 (PAA Grent No. 31) for the Paris Develop Angent 1, 1992 Unicom Parcury 24, 1997 and New Jones of ever every there of which New 5, 1997. The Automatic of grant the Grant Control of the start block Newsford Science 2017-50 (PAA Science 2017)

We have applied procedures to test the New Orleans Aristics Deard's compliance with the following requirements applicable to the lard sequilition mass, mass sumber 2-32-0037-16 (PAA most No. 36) for the period Assault 1. 3992 Threads Periods Periods 9992

Ceneral Requirements

| | Allewhie Costs/Cost Trinciples |
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our procedures were limited to the applicable procedures described is the office of Hanopyment and Radger's "exceptionse stropiesent for Single Audits of State and Local moveraments". Our procedures were watchastically less in scores then an outli, the objective of Walch is the cogression of an opision on the We briass bylation beet "Accordingly, we do not cogress much as opision.

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160 S. PIERCE ST./SUITE 203, NEW ORLEANS, LA 70119 (504) 482-8735 FAX (504) 489-8299

INCOMPT ADDITORS' REPORT ON INVESSAL CONTROL STRUCTURE BASED ON AN ALDIT OF THE STATEMENT OF GRANT ALTIVITY PERFORMED IN ACCORDANCE MITH DESIGNMENT, ALEUTING STANDARD, (OVERTHERD)

Our consideration of the lateral control systems with our constructive formations at lateral in the internal control whenever the main structure is the lateral control with the system is a structure of the internal control of the system is a structure of the internal control of the system of the internal control system classical structure is some of the internal control system classical structure is some of the internal control system classical structure is some of the internal control system classical structure is some of the internal control system classical structure is some of the internal control system classical structure is some of the internal control system classical structure is some of the internal control system classical structure is some of the internal control system classical structure is some of the internal system is an experiment of the system structure is performed to the system of the system of the system is some of performant the structure is defined operation. Using a system is a structure is defined as the system is some of the system is a structure in the system is defined system. In the system is a structure is defined as the system is a structure is some is a structure in the system is defined as the system is a structure in the system is defined as the system is defined as

This report is intended for the information of the New Orleans Aviation Reard, measurement, and the rederal Aviation Administration. Reserver, this report is a matter of public record and its distribution is not limited.

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BRUNG & TERVALON CERTIFIED PUBLIC ACCOUNTANTS

March 5, 1997

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JHERPERIORT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE BASID OF AN ADDIT OF THE STATISHING OF GRANT ACTIVITY FEBRORY IN ACCORDANCE KITE CONTRACTORIES IN ACCORDANCE (CONTINUED)

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In planning and partferming our small of the statement of grant the planning and partferming our small of the statement of grant the original statistic hashed for the period superiod statement between the statement of the statement of the statement between the statement of the statement of the statement parameters and whether they have been plands in control structures, and the statement of the statement of the statement parameters and whether they have been plands in control and the processing and the statement of the statement of the statement of the perspect of structures of the statement of the statement entity for drawn beams s-2-0-031-06 and not to previde an equivalent of the statement of the structures. Accordingly, we describe the statement of the structure of the structures of the structure of the stru

INTERVENDENT AUDITORS' REPORT ON THE INTERNAL CONTROL REMEMBER FERRED IN ADMINISTRATION PROFESS FERRED IN ADMINISTRATION (ONTIGENE)

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This report is intended for the information of the New Orleans Awistion Board, management, and the Frederal Aviation Administration. This restriction is not intended to limit the distribution of this resort, which is a matter of coble rescond.

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BRUNG & TERVALON CERTIFIED FUBLIC ACCOUNTANTS

March 5, 1997

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NEW ORLEANS AVIATION BOARD

TADE ACCULATION AND ADDRESS OF A STATUTION ADDRESS OF A STATUS AND ADDRESS AVERATION ADDRESS NO. 1-22-0037-36

EXIT CONFERENCE

As exit conference was held at the New Orleans Aviation Board to discuss the mulit report. This exit conference was attended by:

NEW OBLEANS AVIATION BOARD

| з. | Mr. thoryl Chi | | Airport | : Financial Man | age |
|----|----------------|-------|---------|-----------------|-----|
| 2. | Nr. William Fr | noght | Bealer. | Accountant | |
| з. | No. Marlezo Na | do | Relocat | ton Supervisor | |

BRUND & TERVALON, CERTIFIED PUBLIC ACCOUNTANTS.

- 1. Mr. Rowerd A. Teurisc, dr. -- Manager
- 2. Mr. Soan M. Neuro -- Audit Senior

Tais report is intended for the information of the New Orleans. Avietion Board, excepted, and the Poderal Aviation Administration. This report, and the information to limit the distribution of this report solution is a solution of a limit.

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BRUNG & TERVALON CERTIFIED FUBLIC ACCOUNTANTS

March 5, 1997

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INDEPENDENT AUDITORS' DENORT ON THE INTERNAL CONTROL SUPECTARE DEED IN ADDRESSTREIDE PEDERAL PERMITAL AUDITARCE PROBABIL

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INDEPENDENT AUDITORS' REPORT ON THE INTERAL CONTROL REPAIRTURE DUED IN ADDRESS OF THE DESCRIPTION

To the Beard of Directory of the New Orleans Aviation Reard New Orleans, Louisiana

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NEW ORLEANS AVIATION BOARD FINEAL AVIATION AMMINISTRATION GRANT RD. 24 LAND ACQUISITION GRANT FROMES TO: 5-22-0037-54 ROTES TO: THE STATEMENT OF GRANT ACTIVITY, CONTINUED

9028 4 - Contingency:

The New Orleews Aviation Reama is a recipicat of the land Acquisition Grave, Grant Hesker 3-22-0537-65 (FPA Gravi Fo, 36) awarded by the Federal Aviation Administration This grant is governed by the Federal Aviation Administration and various Federal quidelines and receipting.

The administration of this grant is useder the control of the Hew Crossess Aviation Board and is sobject to sails and/or review by the Foderal Aviation Administration. Any faish could be acceptoperly mest in accordance with the terms, conditions, and regulation of the control deviation Administration and the subject to control.

NOTE 5 - Project and Grant Houseditares:

Project and grant expenditures for the period August 1, 1992 to Fubruary 20, 1997 are summarized as follows:

| Land acquisition | \$250,900 |
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| Howing from | |
| | |
| Closing cost | 2,\$72 |
| Sal-total | 437,661 |
| Other new-reinforcede costs | |
| Total project expenditures | 422.202 |
| Less: Matching requirement and non-reinformable | |
| costs | .01,000 |
| Major federal financial essistance | |
| | |

NEW ORLEANS AVIATION BOARD TEDEBAL AVIATION MONISTRATION (60ART 10), 35 1ABO AUDISTICO (60ART 19002071 10), 3-22-0037-34 NOTES 70ATIBET OF GRANT AUTIVITY, CONTINUED

NOTE 3 - Summary of Significant Accounting Policies, Continued

Method of Accounting, Continued

The basis of the accounting presentation of the statement of graph activity are as follows:

- Accrual revenues are great funds due to the New Drivans Aviation Roard as of the date of the statement of great activity.
- Grast revenues received are grant receipts recognized based upon expanditures incurred. Then is, monies mark he expanded on the specific project before any assents will be relatered to the flow prisens whation fead.
- Hithing reveals represents the New Orleves Modeline Execute other of project costs as presented by the grant agreement. The presenties on the twenty percent (1984) of allow grant costs and one bundway percent (1984) of all leaded of the sets.
- Grant expenditures are generally recognized under the account basis of accounting when the related liability is insurrated. If meanwrithe.

Accounting Entirates

The proparation of the statement of great settivity in controls with generally scoephic accounting principles requires management to make estimates and assumptions that affect the reported associate of great rements and expenditures during the reporting period. Actual results could differ from these settimates.

NEW ORLEANS AVIATION BOARD FEDERAL AVIATION ADMINISTRATION (BANT NO. 26 LAND ACQUISITION DEANT (BAND) TO THE STATEMENT OF GRAFT ACTIVITY

NOTE 1 - Purpose of the Statement of Grant Activity:

The statement of grant activity has been prepared for the performs of complying with the forms and constitution of the Federal Aviation Aministration [FRA] Land Acquisition forms fields 1-22-607-16 (FRA Grant Wandow 16). The forms field acquisition of the field of the field of the and acquisition of the New Orleans Aviation Smarth Grant Handow 7-20-71-16 (FRA Grant Manher 26).

NOTE 2 - Reporting Estity:

The New Griesse Aviation Econd, (NEWH) is the correcting body and administration of the New Science Informational Airport. The NAMB applied for and oversees the Ferding and construction of Airport Imporement Projects. One work project is the land Arounisition Grant.

65. Asysti 1, 1993, Une wen Orlevens Wilalian Kenni van werricht a Foderal kolsika Admitisferstilan (TAA) Land de FAA to pay 35% of the aliendul cost insured in the perchase of land, relevant of the aliendul cost insured in the removal of obstructions located on the perchased removal of obstructions located on the perchased (2014) Asymptotic USS.

All costs under this most are included in this statement, including the final progress billing for the medit of the hand Acquisition Break.

NOTE 3 - Dammary of Simificant Accounting Policies:

Method of Accounting

The accounting policies of the MARS confers to generally accepted accounting principles as applicable to universerved units.

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INDEPENDENT AUDITORS: REPORT (CONTINUED)

To the Board of Birectors of the New Orleans Aviation Board Sew Orleans, Louisiers Page 2

As described in NUTK 1, the attrawnet of grant solivity presents only the attrivities of the land Acquisition marks, mem exhams Neiniton Reard's Grant Namer 3-2-0037-36 (PAA Grant Namer 34) as is not involved to prevent fairly the tissenial position of the New Oriense Mviation Bard, and the results of its coperations and principles. Is conferently with generally scoperally accounting writelings.

In our opinion, the statement of grant activity presents fairly in all moterial respects, the grant activity of the New Gelesses Avintice Reword's Land Acquisition Grant for the period wayers 1, 1992 through Potewary 28, 1997, in conformity with generally accounted extractionations.

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BRUNG & TERVALON CERTIFIED PUBLIC ACCOUNTANTS

March 5, 1997





CERTERPORCE ACCOUNTS.



INDEPENDENT AUDITORS' REPORT

To the Board of Directors of the New Orleans Aviation Board New Orleans, Louisians

We have mailed the statement of grant activity for the New Griesse Multice Based is Grant Based > 2-2-007-05 (FAA CONEX KANDER) if fee the period Argent 1, 1092 (Brocogn Felouary 28, 1097. The atotement of grant activity is the respectibility of the management of the New Griesse Aviation Boord. For compressibility of the walls.

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DEDEFENDENT AUDITORS' REPORT OF DETERMAL CONTROL STRUCTURE DAGLD ON AN AUDIT OF THE STRUTTER OF DEANT ACTIVITY PERFORMED IN ACCORDANCE WITH DEFENDENT AUDITING TRANSACES

To the Board of Directory of the New Orleans Aviation Roard New Orleans, Louisiana

We have welled the statement of grant activity for the New decloses Available Meession for East Association Grant, Carnel Reader 1-22-007-16 (PAA Brank No. re) for the paried assault 1, 1892 Enrough Pathwary 28, 1997 and Lawe (seed our repect thereon dated Brank 1, 1997, The statement of grant activity presents only the activities Reader 2-20-207-26 (FAA Grant Reader 20) and allowed beards

We conducted our solit in accordance with generally accepted auditing standards and <u>Securement Anditurg Intendents</u>, insued by the Comptroller Bosterni of the maint to obtain resonance excepted that we plan and perform the maint to obtain resonance economic field of the standard of the solit to obtain resonance economic Aristion Board's Grant Romber 3-22-0037-36 (FAA Grant No. 36) in free of material alignetament.

The management of the New pricess Aristics means is responsible for estabilishing and mainfaining an internal control structures. In fullibling this responsibility, estimates and jodgescan by management are required to assess the separate land procedures. The surgestimate reconstructure policies and procedures. This appropriate this resolution, but not should be that amount appropriate this resolution, but not should be that amount of the resolution of the second structure policies. The second appropriate that resolution is but not should be that amount of the resolution of the second structure policies and procedures that amount the resolution of the second structure policies and procedure that amount of the resolution of the second structure policies and the second structure of the second structure policies and procedure that amount of the second structure of the second structure

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