

09 SOUTH SIXTH STREET, ROOM 151
SPRINGFIELD, ILLINOIS 62701-1878
PHONE: 217/782-6046
FAX: 217/785-8222
TDD: 217/524-4646



100 WEST RANDOLPH STREET, SUITE 4-100
CHICAGO, ILLINOIS 60601-3219
PHONE: 312/814-4000
FAX: 312/814-4006

OFFICE OF THE AUDITOR GENERAL
WILLIAM G. HOLLAND

REPORT DIGEST

KANKAKEE RIVER VALLEY AREA AIRPORT AUTHORITY FINANCIAL AND COMPLIANCE AUDITS FOR THE THREE YEARS ENDED JUNE 30, 1993

INTRODUCTION

The Kankakee River Valley Area Airport Authority was created September 10, 1990, as a result of Public Act 86-1400, the Kankakee River Valley Area Airport Authority Act. Its mission is to facilitate safe and convenient air travel and transportation to and from the Kankakee River Valley, by acquisition or construction and operation of one or more airports. The Authority consists of eight members. Four members are appointed by the Kankakee County Board, and the remaining four are appointed by the Will County Board.

This digest covers our first financial and compliance audits of the Authority. They cover the fiscal years ended June 30, 1993, 1992, and 1991. The Authority received no appropriations from the Illinois General Assembly, and funds were not held in the State Treasury. The Authority was financed through contributions received from public and private sources.

FINDINGS, CONCLUSIONS, AND RECOMMENDATIONS

Our report contains three findings. They relate to the Authority's failure to codify its procurement rules, the lack of formal reappointment of one of its board members, and the need to strengthen internal controls over operations as the Authority grows. Authority officials accepted our findings and recommendations and agreed to implement corrective actions. We will review the Authority's progress towards implementing our recommendations in our next audit.

{Expenditures and Activity Measures are summarized on the reverse page.}

RECYCLED PAPER - SOYBEAN INKS

KANKAKEE RIVER VALLEY AREA AIRPORT AUTHORITY
FINANCIAL AND COMPLIANCE AUDITS
For The Three Years Ended June 30, 1993

PROPRIETARY FUND FINANCIAL OPERATIONS	FY 1993	FY 1992	FY 1991
OPERATING REVENUES			
Donations	\$ 10	\$17,250	\$35,350
Interest Income	596	1,437	227
Contributed Facilities and Services	400	700	370
Other	27	450	0
Total Operating Revenues	<u>\$ 1,033</u>	<u>\$19,837</u>	<u>\$35,947</u>
OPERATING EXPENSES			
Contractual Services	\$ 2,400	\$ 1,800	\$ 0
Travel	2,099	3,283	13
Business Lunches	572	1,453	39
Public Relations	0	12,799	0
Use of Contributed Facilities and Services	400	700	370
Other	1,330	1,630	2,430
Total Operating Expenses	<u>\$ 6,801</u>	<u>\$21,665</u>	<u>\$ 2,852</u>
SELECTED PROPRIETARY FUND BALANCES			
	JUNE 30	JUNE 30	JUNE 30
	1993	1992	1991
Cash	\$25,499	\$31,267	\$33,095
Retained Earnings	\$25,499	\$31,267	\$33,095

AGENCY CHAIRMAN
During Audit Period: Robert Glade
Currently: Robert Glade

AUDITOR'S OPINION

Our auditors state that the June 30, 1993, 1992, and 1991 financial statements of the Authority's Operating Fund are fairly presented.



WILLIAM G. HOLLAND, Auditor General

WGH:LAD

December 7, 1994

SUMMARY OF AUDIT FINDINGS

<u>Number of</u>	<u>This Audit</u>	<u>* Prior Audit</u>
Audit Findings	3	-
Repeat Audit Findings	-	-
Prior Recommendations Implemented or Not Repeated	-	-

* This is the first audit performed.

AUDITORS ASSIGNED

This audit was performed by the staff of the Office of the Auditor General.