



# Examination Engagement

Oklahoma Aeronautics Commission  
City of Poteau, Oklahoma – Airport  
Construction Grant

June 8, 2006 through January 25, 2007



Office of the Oklahoma State Auditor and Inspector  
Jeff A. McMahan, CFE

**City of Poteau, Oklahoma**

**Accountant's Report with Respect to the  
Oklahoma Aeronautics Commission  
Management's Assertion**

**State Project Number: RKR-06-SF  
Project Period June 8, 2006 through January 25, 2007**

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STATE OF OKLAHOMA  
OFFICE OF THE AUDITOR AND INSPECTOR

Jeff A. McMahan  
State Auditor and Inspector

**Independent Accountant's Report**

Oklahoma Aeronautics Commission  
Oklahoma City, Oklahoma

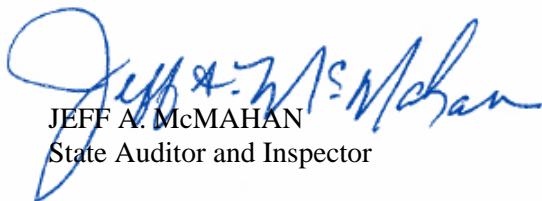
We have examined management's assertion that the City of Poteau, Oklahoma (the City) expended funds solely for the purpose(s) described in the airport construction grant agreement, Project Number RKR-06-SF, between the Oklahoma Aeronautics Commission (OAC) and the City. Management of the City is responsible for the assertion. Our responsibility is to express an opinion on the assertion based on our examination.

Our examination was conducted in accordance with standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States and, accordingly, included examining, on a test basis, evidence supporting management's assertion and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, management's assertion referred to above is fairly stated, in all material respects, based on the purposes described in OAC Project Number RKR-06-SF.

The Listing of Cash Basis Disbursements and Detail Schedule of Construction and Project Improvement Cost have been included for the information and use by OAC management. These two items were not audited or reviewed by us and, accordingly, we do not express an opinion or any other form of assurance on them.

This report is intended solely for the information and use of management of the OAC and should not be used for any other purpose. This report is also a public document pursuant to the Oklahoma Open Records Act (51 O.S. § 24A.1 et seq.), and shall be open to any person for inspection and copying.

  
JEFF A. McMAHAN  
State Auditor and Inspector

June 7, 2007

**City of Poteau, Oklahoma**  
**Listing of Cash Basis Receipts and Disbursements**  
**State Project Number: RKR-06-SF**  
**Project Period June 8, 2006 through January 25, 2007**  
**Unaudited**

**Disbursements**

Advertising	\$	319
Engineering		77,655
Testing		5,971
Inspection		37,500
Field Survey		7,500
Engineer Report		29,850
Airport Layout Plan		4,500
Construction		<u>1,100,589</u>
Total Disbursements	\$	<u><u>1,263,883</u></u>

**City of Poteau, Oklahoma**  
**Detail Schedule of Construction and Project Improvement Cost - Unaudited**  
**State Project Number: RKR-06-SF**  
**Project Period June 8, 2006 through January 25, 2007**

<u>Construction Costs</u>	<u>Bid Quantity</u>	<u>Bid Cost</u>	<u>Bid Price</u>	<u>Actual Quantity</u>	<u>Per Unit Actual Cost</u>	<u>Actual Costs</u>	<u>Variance on Quantity</u>	<u>Variance on Cost</u>
Traffic Maintenance	1	7,000.00	7,000.00	1	7,000.00	7,000.00	-	-
Mobilization, Bonds, & Temporary Erosion Control	1	86,000.00	86,000.00	1	86,000.00	86,000.00	-	-
Lighting Fixture Removal & Reinstallation	55	220.00	12,100.00	55	220.00	12,100.00	-	-
Furnish & Install Lighting Fixture Stake & Transformer	55	540.00	29,700.00	55	540.00	29,700.00	-	-
Furnish & Install Lighting Fixture Nipple Replacement	20	75.00	1,500.00	20	75.00	1,500.00	-	-
Reclamation , Stockpile, Replace, & Compact Existing ACC Pvnmt	1200	7.00	8,400.00	1,275	7.00	8,925.00	(75)	(525.00)
Low Elongation Paving Fabric with Bituminous Binder	38,680	2.45	94,766.00	38,673	2.45	94,748.85	7	17.15
Unclassified Excavation	5,490	1.40	7,686.00	5,529	1.40	7,740.60	(39)	(54.60)
Unclassified Excavation - to Required Grades	180	8.25	1,485.00	180	8.25	1,485.00	-	-
Unclassified Excavation: Excavate Taxiway	180	7.50	1,350.00	171	7.50	1,282.50	9	67.50
Field Surveying (Cross Section Only)	40	80.00	3,200.00			-	40	3,200.00
Embankment in Place: to Required Grades	5,090	3.80	19,342.00	5,084	3.80	19,319.20	6	22.80
Embankment in Place: Replace 6" Topsoil	5,490	3.00	16,470.00	5,529	3.00	16,587.00	(39)	(117.00)
Borrow from On Airport Property	4,910	3.85	18,903.50	4,903	3.85	18,876.55	7	26.95
Crushed Aggregate Base Course	60	27.50	1,650.00	795	27.50	21,862.50	(735)	(20,212.50)
Bituminous Leveling Course/Base Course	11,750	49.86	585,855.00	10,231	49.86	510,117.66	1,519	75,737.34
Bituminous Surface Course, 1.5" Thick	3,540	51.45	182,133.00	4,049	51.45	208,321.05	(509)	(26,188.05)
Bituminous Tack Coat (Estimated at 0.10 gal / SY)	3,870	1.80	6,966.00	3,962	1.80	7,131.60	(92)	(165.60)
Runway & Taxiway Painting with Reflective Media	30,800	0.36	11,088.00	29,584	0.36	10,650.24	1,216	437.76
Seeding	6.9	400.00	2,760.00	6.9	400.00	2,760.00	-	-
Solid Slab Bermuda Sodding	15,780	1.90	29,982.00	16,832	1.90	31,980.80	(1,052)	(1,998.80)
Fertilizer (10-20-10) for Seed & Sod, 500 lbs. per Acre in Two Applications	1.7	500.00	850.00	2	500.00	1,000.00	(0)	(150.00)
Insurance Premium to Add City Engineer as Additional Insured	1	1,500.00	1,500.00	1	1,500.00	1,500.00	-	-
Total			<u>1,130,686.50</u>			<u>1,100,588.55</u>	-	30,097.95

See independent accountant's report.

**City of Poteau, Oklahoma**  
**Detail Schedule of Construction and Project Improvement Cost - Unaudited**  
**State Project Number: RKR-06-SF**  
**Project Period June 8, 2006 through January 25, 2007**

	<b>Budget</b>	<b>Quantity</b>	<b>Actual Cost</b>	<b>Variance</b>
<b>Advertising</b>	751	-	319	432
<b>Inspection</b>	37,500	1	37,500	-
<b>Engineering</b>	77,655	1	77,655	-
<b>Engineering Report</b>	29,850		29,850	-
<b>Testing</b>				
Extraction Only (ignition oven)		12	660	
Maximum Theoretical Sepcfc Gravity (Rice Method)		12	735	
Gradation		12	564	
Sieve Analysis		1	47	
Proctor-Standard (soils)		1	115	
Proctor-Standard (soils)		1	140	
Proctor-Standard (aggregate)		1	140	
Tecnician/Standby time		6	210	
Tecnician/Standby time		11	440	
Technician Travel and Sample Pickup Time		25	1,000	
Asphalt Core Density		11	220	
Engineers Fixed Fee		1	1,700	
	16,500		<u>5,971</u>	10,529
<b>Topographic Survey</b>	7,500		7,500	-
<b>Update Airport Layout Plan</b>	4,600		4,500	100
<b>Update Existing DBE Plan</b>	3,900		-	3,900
<b>Subtotal</b>	<u>178,256</u>		<u>163,295</u>	<u>14,961</u>
<b>Project Total</b>	<u>1,308,942</u>		<u>1,263,883</u>	<u>45,059</u>



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