



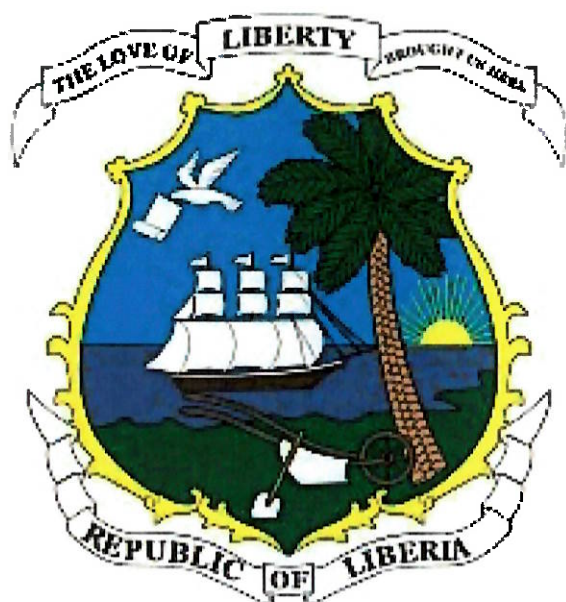
Promoting Accountability of Public Resources

AUDITOR GENERAL'S REPORT

**On the Financial Statements Audit of the
Liberia Airport Authority (LAA)**

**For the Period Ended July 1, 2020 to June
30, 2021**

January 2026



**P. Garswa Jackson Sr. FCCA, CFIP, CFC
Auditor General, R.L.**

*AUDITOR GENERAL'S REPORT On the
Financial Statements Audit of the Liberia Airport Authority (LAA)
For the Period Ended July 1, 2020 to June 30, 2021*

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*AUDITOR GENERAL'S REPORT On the
Financial Statements Audit of the Liberia Airport Authority (LAA)
For the Period Ended July 1, 2020 to June 30, 2021*

ACRONYMS

Acronyms/Abbreviation/Symbol	Meaning
FCCA	Fellow of the Association of Chartered Certified Accountants
CFC	Certified Financial Consultant
CFIP	Certified Forensic Investigation Professional
GAC	General Auditing Commission
IFRS	International Financial Reporting Standards
ISSAI	International Standards of Supreme Audit Institutions
INTOSAI	International Organization of Supreme Audit Institutions
LAA	Liberia Airport Authority
PFM	Public Financial Management
SOE	State-Owned Enterprise
US\$	United States dollars
L\$	Liberian dollars



*AUDITOR GENERAL'S REPORT On the
Financial Statements Audit of the Liberia Airport Authority (LAA)
For the Period Ended July 1, 2020 to June 30, 2021*

Republic of Liberia

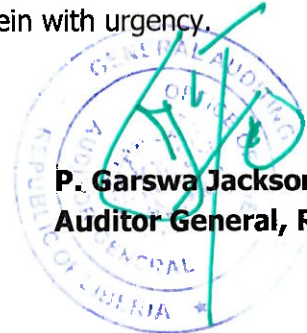


The Honourable Speaker of the House of Representatives and the President Pro- Tempore of the House of Senate

We have undertaken a financial statements audit of the Liberia Airport Authority (LAA) for the period ended July 1, 2020 to June 30, 2021. The audit was conducted under the Auditor General's statutory mandate, as provided for under section 2.1.3 of the GAC Act of 2014.

Findings conveyed in this report have been formally communicated to the Management of the Liberia Airport Authority (LAA). Where responses have been provided by the Management on the audit findings, these have been evaluated and incorporated in this report.

Given the significance of the matters raised in this report, we urge the Hon. Speaker and the members of the House of Representatives and Hon. Pro-Tempore and members of the Liberian Senate to consider the implementation of the recommendations conveyed herein with urgency.



**P. Garswa Jackson FCCA, CFIP, CFC
Auditor General, R. L.**

Monrovia, Liberia

March 2026



*AUDITOR GENERAL'S REPORT On the
Financial Statements Audit of the Liberia Airport Authority (LAA)
For the Period Ended July 1, 2020 to June 30, 2021*

March 20, 2026

Hon. John Z. Buway
Acting Managing Director
Liberia Airport Authority
Margibi County, Liberia

AUDITOR GENERAL'S REPORT ON THE FINANCIAL STATEMENTS AUDIT OF THE LIBERIA AIRPORT AUTHORITY (LAA) FOR THE PERIOD ENDED JULY 1, 2020 TO JUNE 30, 2021

Adverse Opinion

We have audited the financial statements of the Liberia Airport Authority (LAA), which comprise the Statement of Financial Position as at June 30, 2021, the Income Statement, Statement of Cash Flows for the fiscal period then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion paragraphs below, the financial statements do not present fairly, in all material respects, the statement of financial position, statement of financial performance, cash flow statement and a summary of significant accounting policies and other explanatory notes for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for Adverse Opinion

During the audit of the financial statements of the Liberia Airport Authority (LAA) for the fiscal period ended June 30, 2021, we identified several significant issues that have led to our adverse opinion:

Non-preparation of IFRS Financial Statements

Management did not prepare the financial statements in full compliance with the International Financial Reporting Standard (IFRS) as required. Non-compliance with International Financial Reporting Standards (IFRS) resulted in inappropriate recognition, measurement, presentation, and disclosure of transactions and balances in the financial statements.

Payments without adequate Supporting Documents

Management made payments for goods and services without evidence of adequate supporting documents such as payment vouchers, invoices, delivery notes, etc., for various expenditures amounting to US\$24,530.93. The transactions without adequate documentation resulted to the material misstatement of expenses, and the cash accounts balances.

Non-Remittance of Income Taxes

There was no evidence that Management withheld and remitted personal income tax to the Liberia Revenue Authority (LRA) amounting to US\$126,400.78. The failure to withhold and remit personal income tax resulted to material misstatements of liabilities and expenses for the fiscal period ended June 30, 2021.

Un-remitted Social Security's Contributions

There was no evidence that Management withheld and remitted to the National Social security & Welfare Corporation (NASSCORP), social security contributions amounting to US\$443,564. The failure to withhold and remit social security contributions resulted into material misstatements of liabilities and expenses for the period then ended.

Unconfirmed Receivables and Payables Balances

- We did not verify Accounts receivable amounting to US\$1,266,403.87 due to the absence of external confirmation responses and lack of supporting documents such as invoices, billing records, and evidence of payments. Consequently, we were unable to perform alternative procedures to verify the existence, completeness, accuracy, and valuation of the receivable balances.
- We did not verify payables amounting to US\$17,017.00 due to the absence of external confirmation responses and lack of supporting documents such as invoices, billing records, and evidence of payments. Consequently, we were unable to perform alternative procedures to verify the completeness, accuracy, and validity of the payable balances.

Lack of General Ledger

Management did not maintain a consolidated general ledger for the fiscal period under audit, resulting in the financial statements not accurately reflecting the entity's financial position, and performance for the year then ended.

The use of Separate Financial Manuals for RIA and James S. Payne Airport

Management used separate financial manuals for the Roberts International Airport (RIA) and the James S. Payne Airport for financial management. The use of separate accounting manuals resulted in inconsistent accounting policies and practices across the Entity which materially affected the accuracy, comparability and reliability of the financial statements.

The above issues have a pervasive impact on the financial statements of the entity, causing material misstatements and raising concerns about the accuracy and reliability of the reported financial position and performance for the year ended June 30, 2021.

We conducted our audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Management of LAA in accordance with the ethical requirements that are relevant to our audit of the financial statements under INTOSAI, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards (IFRS), and for such internal control as management determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the institution's ability to continue as a going concern, disclosing, as applicable, matters related to the going concern and using the going concern basis of accounting unless management either intends to liquidate the institution or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing LAA's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

An audit in accordance with ISSAIs involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

*AUDITOR GENERAL'S REPORT On the
Financial Statements Audit of the Liberia Airport Authority (LAA)
For the Period Ended July 1, 2020 to June 30, 2021*

LAA Financial Statements for the Period July 1, 2020 to June 30, 2021

(Audited)



**LIBERIA AIRPORT AUTHORITY (LAA)
Financial Reports
For the Fiscal Period Ended June 30, 2021**



STATEMENT OF RESPONSIBILITIES

The Financial Statements of the Liberia Airport Authority (LAA) have been prepared in accordance with the provisions of the Public Financial Management Act of 2009 as amended and restated 2019 and in compliance with the Accrual Basis of Accounting under US Generally Accepted Accounting Principles (US GAAP). In accordance with the provisions of the Public Financial Management (PFM) Act of 2009 as amended and restated 2019, we are responsible for the control of and accounting for public funds received, held in, and expended for and on behalf of the Liberia Airport Authority.


Under the provisions of the same Act, we are required to prepare unaudited final account of the Liberia Airport Authority to be submitted to the Minister of Finance and Development Planning, one month after the end of the financial quarter to which it relates. However, we have delegated the preparation of the unaudited final account to the Comptroller and the Chief Financial Officer for my transmittal to the Minister, as provided in the attendant Regulations of the Public Financial Management Act of 2009 as amended and restated 2019. Accordingly, we are pleased to submit the required unaudited accounts (July 1, 2020 to June 30, 2021) of the Liberia Airport Authority in compliance with the PFM Act and its attendant Regulations. We have provided, and will continue to provide, all the information and explanations as may be required in connection with the financial statements presented therein.

In preparing these Financial Statements, the most appropriate accounting policies have been consistently applied and supported by reasonable and prudent judgment and estimates. To the best of our knowledge and belief, these Financial Statements agree with the books of accounts, which have been properly kept.


We accept responsibility for the integrity of these financial statements, the financial information they contain and their compliance with the provisions of the PFM Act of 2009 as amended and restated 2019.

Signed: 
Jacob M. Corneh
Financial Controller

Date: 08/30/2021

Signed: 
George Daweh Yuoh
Chief Financial Officer

Date: 8/30/2021

Approved: 
Jero H. Mendis-Cole
Managing Director

Date: 08/30/2021

ESTABLISHMENT

The Liberia Airport Authority (LAA) was established by a 2009 Act of the National Legislature of the Republic of Liberia, which authorizes the LAA to manage and operate all international and domestic airports in Liberia. The management team of the LAA is headed by Hon. Bishop John Allan Klayee, Managing Director. The LAA currently has a six (6) member Board of Directors, chaired by Hon. Musa Shannon.

Previously, the two major airports in the country, Roberts International Airport (RIA) and the James Spriggs Payne Airport (JSPA) have operated independently and separately, as RIA and LDAA, respectively. This meant that the airports had prepared and submitted separate budgets to the National Legislature, and had prepared separate financial reports.

In order to conform to the Liberia Airport Authority Act of 2009, the Management of the LAA, in FY 2015/2016, begun the consolidation of the financial activities of the airports, including budgeting, financial accounting and reporting. This consolidation is being done under the supervision of one entity, the Liberia Airport Authority (LAA). The merging of the financial activities of the airports is essential and critical for strategic financial planning, including debt and cash management, and providing Management with the right tools to make strategic plans for the smooth operation and growth of the airports.

LIBERIA AIRPORT AUTHORITY
Balance Sheet
As at June 30, 2021

	Notes	July - June 2020/2021 US\$	July - June 2019/2020 US\$
Assets:			
Current assets			
Cash and bank balances	3	2,709,350	3,365,963
Accounts receivable, net	4	3,137,894	2,020,082
Prepayments	5	42,420	27,420
Other assets	6	2,253,654	2,244,308
Total current assets		<u>8,143,318</u>	<u>7,657,773</u>
Non-current assets			
Fixed assets, net	7	85,538,197	88,888,628
Total non-current assets		<u>85,538,197</u>	<u>88,888,628</u>
Total assets		<u>93,681,515</u>	<u>96,546,401</u>
Liabilities:			
Current liabilities			
Accounts payable		1,683,567	1,024,500
Deferred revenue		74,747	74,747
Other payables	8	4,768,403	4,123,957
Total current liabilities		<u>6,526,717</u>	<u>5,223,204</u>
Non-current liabilities			
Bank loan payable		4,437,302	4,317,302
Deferred grant revenues		82,984,842	82,984,842
		<u>87,422,144</u>	<u>87,302,144</u>
Total liabilities		<u>93,948,861</u>	<u>92,525,348</u>
Equity			
Retained earnings		(267,346)	4,021,053
Total Equity		<u>(267,346)</u>	<u>4,021,053</u>
Total liabilities and equity		<u>93,681,515</u>	<u>96,546,401</u>



Jero H. Mends-Cole
 Managing Director



George Daweh Yuoh
 Chief Financial Officer

5 Date: 08/30/2021

Date: 08/30/2021

LIBERIA AIRPORT AUTHORITY
Income Statement
For the Fiscal Year Ended June 30, 2021

	Notes	Actual July - June 2020/2021 US\$	Actual July - June 2019/2020 US\$	Variance US\$
REVENUES				
Aeronautical revenues	9	6,607,770	8,253,192	(1,645,422)
Non-aeronautical revenues	10	590,768	667,203	(76,435)
		<u>7,198,538</u>	<u>8,920,395</u>	<u>(1,721,857)</u>
EXPENDITURES				
Salaries, wages and benefits	12	5,332,844	5,909,078	(576,234)
Materials, supplies and services	13	2,141,069	1,950,797	190,272
General and administrative expenses	14	1,211,765	1,167,388	44,377
Repairs and maintenance	15	593,575	934,051	(340,475)
Depreciation expense	16	4,079,763	3,398,221	681,542
Total expenditures		<u>13,359,017</u>	<u>13,359,535</u>	<u>(519)</u>
Net loss for the period		<u>(6,160,479)</u>	<u>(4,439,141)</u>	<u>(1,721,338)</u>
Other income and expenses				
Exchange gain/loss		400	-	400
Real estate		-	(6,786)	6,786
Interest expense		(23,500)	-	(23,500)
Grant and subsidy	11	2,132,680	1,009,718	1,122,963
Royalty income		23,486	49,139	(25,653)
		<u>2,133,067</u>	<u>1,052,071</u>	<u>1,080,996</u>
Net operating results		<u>(4,027,412)</u>	<u>(3,387,070)</u>	<u>(640,342)</u>

*AUDITOR GENERAL'S REPORT On the
Financial Statements Audit of the Liberia Airport Authority (LAA)
For the Period Ended July 1, 2020 to June 30, 2021*

**LIBERIA AIRPORT AUTHORITY
Statement of Changes in Equity
For the Fiscal Year Ended June 30, 2021**

	Retained Earnings US\$
Balance as at July 1, 2020	4,021,053
Prior year adjustment	(260,987)
Net operating result for the period	<u>(4,027,412)</u>
Balance as at June 30, 2021	<u>(267,346)</u>
Balance as at July 1, 2019	7,424,324
Prior year adjustment	(16,201)
Net operating result for the period	<u>(3,387,070)</u>
Balance as at June 30, 2020	<u>4,021,053</u>

LIBERIA AIRPORT AUTHORITY
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2021

	July - June 2020/2021 US\$	July - June 2019/2020 US\$
Operating Activities:		
Net operating results	(4,027,412)	(3,387,070)
Adjustments to reconcile net operating results to net cash flows from activities		
Depreciation	4,079,763	3,398,221
Prior year adjustments	(260,987)	-
Interest expense	-	(6,786)
Changes in operating assets and liabilities		
Decrease(increase) in accounts receivable	(1,117,813)	76,268
Decrease(increase) in other assets	(9,346)	79,158,122
Increase(Decrease) in accounts payable	659,067	184,017
Decrease(increase) in prepayments	(15,000)	46,946
Increase(Decrease) in other payable	644,445	1,368,725
Net cash flows from operating activities	<u>(47,283)</u>	<u>80,838,442</u>
Investing Activities		
Purchased of fixed assets	<u>(729,330)</u>	<u>(80,801,933)</u>
Net cash flow from investing activities	<u>(729,330)</u>	<u>(80,801,933)</u>
Financing Activities		
Bank loan received	-	434,835
Repayment of bank loan	<u>120,000</u>	<u>(125,000)</u>
Net cash flows from financing activities	<u>120,000</u>	<u>309,835</u>
Net increase(decrease) in cash	(656,613)	346,344
Cash and cash equivalents at the beginning of the fiscal year	<u>3,365,963</u>	<u>3,019,619</u>
Cash and cash equivalents at the end of the fiscal year	<u>2,709,350</u>	<u>3,365,963</u>

LIBERIA AIRPORT AUTHORITY
Comparative Income Statement (Budget vs Actual)
For the Fiscal Year Ended June 30, 2021

Notes	Budget July - June 2020/2021 US\$	Actuals July - June 2020/2021 US\$	Variance US\$
<u>Revenues</u>			
Aeronautical revenues:			
Aircraft handling fees	755,042	889,310	134,268
Aircraft landing fees	653,298	824,535	171,237
Airport service charge	5,316,229	3,970,000	(1,346,229)
COVID-19 PAX Charge	-	700	700
Boarding Bridge Fees	-	3,250	3,250
Cute Charge	-	7,235	7,235
Cargo service charge	-	640,910	640,910
Aircraft parking fees	10,960	1,093	(9,867)
Safety and security fees	20,000	11,375	(8,625)
Approach fees	37,523	47,565	10,042
Lighting fees	52,635	68,237	15,602
Throughput fees	83,100	143,560	60,460
Aeronautical revenues	<u>6,928,786</u>	<u>6,607,770</u>	<u>(321,016)</u>
Non-aeronautical revenues			
Premises rental(Office, Housing & Advertisement)	326,727	507,131	180,403
Bidding fees	-	800	800
Vehicles parking fees	7,500	6,089	(1,411)
Access pass fees	4,500	20,390	15,890
Security support fees	1,000	10,749	9,749
Warehouse usage fees	-	14,620	14,620
Other incomes/RIA	5,400	30,989	25,589
Non-aeronautical revenues	<u>345,127</u>	<u>590,768</u>	<u>245,640</u>
Total revenues	<u>7,273,913</u>	<u>7,198,538</u>	<u>(75,376)</u>
Expenses			
Salaries, wages and benefits	7,390,849	5,332,844	2,058,005
Materials, supplies and services	2,579,844	2,141,069	438,775
General and administrative expenses	5,139,175	1,211,765	3,927,409
Repairs and maintenance	933,582	593,575	340,007
Depreciation	1,976,345	4,079,763	(2,103,418)
Total expenses	<u>18,019,794</u>	<u>13,359,017</u>	<u>4,660,777</u>
8 Net loss	<u>(10,745,881)</u>	<u>(6,160,479)</u>	<u>(4,736,153)</u>

LIBERIA AIRPORT AUTHORITY
Comparative Income Statement (Budget vs Actual)
For the Fiscal Year Ended June 30, 2021

Notes	Budget July - June 2020/2021 US\$	Actuals July - June 2020/2021 US\$	Variance US\$
Other income and expenses			
Exchange gain/loss	-	400	(400)
Interest expense	-	(23,500)	23,500
Royalty Income	-	23,486	(23,486)
Grant and subsidy/allotment(GOL)	-	546,779	(546,779)
Grant and subsidy	319,886	1,585,901	(1,266,015)
Net operating results	(10,425,995)	(4,027,412)	(1,813,181)
Grant Revenue - New Terminal	1,249,992	-	1,249,992
Grant Revenue - Runway 04-22	1,000,000	-	1,000,000
Gain (Loss) from Sale of Assets	300,000	-	300,000
Net Interest Expense	135,000	-	135,000
NET INCOME (LOSS) - OPERATION	(8,011,003)	-	(8,011,003)
Details of Expenses			
Salaries, wages and benefits:			
Salaries and wages	5,543,741	4,551,726	992,014
Casual labor	72,000	171,418	(99,418)
Staff bonuses	30,000	9,375	20,625
Staff leave pay	36,000	29,775	6,225
Overtime	24,000	4,970	19,030
Contract employees	141,902	110,457	31,445
Medical expenses	188,700	47,135	141,565
Death benefit	14,400	120	14,280
Pension benefits	192,000	251,888	(59,888)
Retirement benefits	14,400	3,131	11,269
Transportation allowance	-	4,746	(4,746)
Uniform	316,800	2,500	314,300
Training	221,400	35,638	185,762
Life and group insurance	112,306	-	112,306
Severance pay	30,000	-	30,000
Vacation students and internship	12,000	-	12,000
Employees welfare	160,260	44,240	116,020
Social security	280,940	65,725	215,215
	7,390,849	5,332,844	2,058,005

LIBERIA AIRPORT AUTHORITY
Comparative Income Statement (Budget vs Actual)
For the Fiscal Year Ended June 30, 2021

Notes	Budget July - June 2020/2021 US\$	Actuals July - June 2020/2021 US\$	Variance US\$
Materials, supplies and services:			
	1,502,688	1,749,919	(247,231)
Fuel, gas and lubricants	3,600	-	3,600
Power supply-LEC	-	1,015	(1,015)
Water	73,200	138,169	(64,969)
Tools and expendable supplies	610,800	20,492	590,308
Janitorial supplies	56,700	-	56,700
Terminal supplies	23,736	-	23,736
Presidential lounge supplies	72,000	56,000	16,000
Garbage collection	36,000	-	36,000
Landscaping	120,000	154,875	(34,875)
Security operation/services	9,120	8,000	1,120
Decorations/beautification	48,000	5,425	42,575
Equipment rental	24,000	7,175	16,825
Fumigation	<u>2,579,844</u>	<u>2,141,069</u>	<u>438,775</u>
General and administrative expenses:			
	144,000	37,923	106,078
Consulting fees	42,000	10,155	31,845
Legal fees	43,920	7,564	36,356
Membership and subscription	66,660	40,170	26,490
Office stationery and supplies	32,760	12,638	20,122
Newspaper and publications	62,040	16,629	45,411
Printing and binding	424,296	-	424,296
Operational support-JSPA	27,204	5,690	21,514
License and registration	24,300	73,368	(49,068)
Entertainment	74,400	40,661	33,739
Foreign travel	6,300	2,673	3,627
Local travel	60,636	53,612	7,024
Public relations	-	16,253	(16,253)
Dontation and contribution	213,775	91,973	121,801
Board fees	-	2,700	(2,700)
Stipend/honorarium	-	866	(866)
Board gratuity	26,400	6,750	19,650
Vehicle rental	30,000	11,074	18,926
¹⁰ Vehicle insurance			

LIBERIA AIRPORT AUTHORITY
Comparative Income Statement (Budget vs Actual)
For the Fiscal Year Ended June 30, 2021

Notes	Budget July - June 2020/2021 US\$	Actuals July - June 2020/2021 US\$	Variance US\$
Airport insurance	150,000	-	150,000
Internet	44,412	10,156	34,256
Telephone and fax	48,480	21,439	27,041
LAA budget support	-	213,362	(213,362)
LAA transfer fund	-	17,800	(17,800)
Advertisement	-	353,499	(353,499)
Debt Servicing	3,240,000	-	3,240,000
Audit Fees	-	90,000	(90,000)
Bank charges	180,720	32,955	147,765
Social corporate responsibility	30,648	-	-
Mail/postage/courrier	1,224	8,506	-
Commission	45,000	33,349	-
Contingency	120,000	-	-
	<u>5,139,175</u>	<u>1,211,765</u>	<u>3,772,392</u>
Repairs and maintenance:			
Buildings and installations	264,978	158,382	106,596
Equipment	371,004	294,261	76,743
Furniture and fixtures	6,600	17,820	(11,220)
Computer equipment	12,000	4,279	7,721
Computer software	3,600	350	3,250
Road, ramp and runway	180,000	4,070	175,930
Vehicles	95,400	114,414	(19,014)
	<u>933,582</u>	<u>593,575</u>	<u>340,007</u>
Depreciation:			
Motor vehicles	119,514	55,955	63,559
Airport Roads- J Junction	5,000	35,967	(30,967)
Information Technology System	4,200	1,986	2,214
Building and installations	1,142,908	3,283,533	(2,140,624)
Airport, office and household equipment	658,119	653,984	4,135
Office and terminal furniture & fixtures	40,269	39,895	375
JSPA Assets Depreciation	6,335	8,443	(2,108)
Depreciation Total	<u>1,976,345</u>	<u>4,079,762</u>	<u>(2,103,417)</u>

LIBERIA AIRPORT AUTHORITY
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2021

2.0 Summary of significant accounting and reporting policies

2.1 Basis of accounting and reporting

These financial statements have been prepared in accordance with U.S. Generally Accepted Accounting Principles (US GAAP) under the historical cost convention as adopted in the United States and as practiced in Liberia.

2.2 Currency of reporting

These financial statements are expressed in United States dollars. Transactions occurring during the year in currencies other than the United States dollar are brought into the books of accounts at the rate(s) of exchange prevailing on the transaction dates. The United States dollar is legal tender in Liberia and circulates freely in the Liberian economy alongside the Liberian dollar. The prevailing exchange rate between the two national currencies is market determined.

2.3 Income determination

Income is derived from aeronautical and non- aeronautical services. Income from aeronautical services include aircraft landing and handling fees; airport service charges; through put fees; and aircraft parking, and safety and security fees, etc. Non-aeronautical income consists of premises rental, and Security Support Fees, Concession fees, etc.

2.4 Depreciation and Amortization

Long-term assets are reported at cost or other valuation less accumulated depreciation or amortization. Depreciation and amortization are computed on the straight-line basis to write off the full cost of assets over their estimated useful lives. Cost of repairs and maintenance is charged to expense. The cost of Improvements is capitalized. Gains and losses on disposal of long-term assets are reflected in current operating results.

The principal annual depreciation rates in these financial statements are:-

	Percent (%)
Motor vehicles	20.00
Household furniture and fixtures	20.00
Office furniture and fixtures	20.00
Airport equipment	10.00

*AUDITOR GENERAL'S REPORT On the
Financial Statements Audit of the Liberia Airport Authority (LAA)
For the Period Ended July 1, 2020 to June 30, 2021*

Airport, office and household equipment	20.00
Hangars, Buildings and installations	2.50
Runways, aprons, taxiways and field improvement	3.33
Paved roads and parking areas	5.00
Information technology	20.00

LIBERIA AIRPORT AUTHORITY
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2021

	July - June 2020/2021 US\$	July - June 2019/2020 US\$
3.0 Cash and bank balances		
Cash in bank	2,652,070	3,345,586
Cash in hand	11,220	5,905
Cash in transit	46,060	14,472
	<u>2,709,350</u>	<u>3,365,963</u>
4.0 Accounts receivable, net		
Accounts receivable-aeronautical	2,257,076	1,235,231
Less:provision for doubtful debts-aeronautical	<u>(35,920)</u>	<u>(35,920)</u>
	2,221,156	1,199,311
Accounts receivable-non aeronautical	1,037,178	941,210
Less:provision for doubtful debts-non-aeronautical	<u>(120,439)</u>	<u>(120,439)</u>
	916,738	820,771
	<u>3,137,894</u>	<u>2,020,082</u>
5.0 Prepayments		
Prepaid legal fees	15,000	-
Prepaid rent	25,920	25,920
Prepaid performance bond	1,500	1,500
	<u>42,420</u>	<u>27,420</u>
6.0 Other assets		
6.1 Work in progress		
New office buidings/RIA	1,008,156	1,008,156
Perimeter fence/JSPA	50,779	50,779
WIP - Airport fencing	120,000	120,000
Other properties/JSPA	10,740	10,740
	<u>1,189,675</u>	<u>1,189,675</u>
6.2 AIT Airport Equipment		
Staff advances(SCH 5)	37,861	28,514
GOL receivables	10,650	10,650
Advances to vendors	548	548
AIT -Terminal Equipment	997,080	997,080
	<u>1,046,139</u>	<u>1,036,792</u>
6.3 Inventory		
Construction material inventory		
Stationery and supplies	114	114
Janitorial supplies	15	15
Building materials	17,712	17,712
	<u>17,841</u>	<u>17,841</u>
Total other assets	<u>2,253,654</u>	<u>2,244,308</u>

LIBERIA AIRPORT AUTHORITY
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2021

7 Fixed assets (net)

	Land US\$	Airport Roads US\$	Airport Building & Installation US\$	Motor Vehicles US\$	Airport Office & Household Equipment US\$	Utice Terminal Furniture & Fixtures US\$	Household Furniture & Fixtures US\$	Information Technology US\$	Total US\$
Cost									
As at July 1, 2020	1,193,612	769,903	89,487,283	1,667,149	15,544,289	875,244	128,063	127,577	109,793,120
Additions	10,000	-	290,250	-	421,695	4,385	-	3,000	729,330
As at June 30, 2021	1,203,612	769,903	89,777,533	1,667,149	15,965,984	879,629	128,063	130,577	110,522,450
Depreciation									
As at July 1, 2020	-	155,037	4,691,656	1,380,931	13,954,926	541,052	111,313	69,577	20,904,492
Charge for the year	-	35,967	3,283,533	55,955	653,984	39,895	8,443	1,986	4,079,763
As at June 30, 2021	-	191,004	7,975,189	1,436,886	14,608,910	580,947	119,756	71,563	24,984,255
Net book value									
As at June 30, 2021	1,203,612	578,899	81,802,344	230,263	1,357,074	298,682	8,307	59,014	85,538,197
As at June 30, 2020	1,193,612	614,866	84,795,627	286,218	1,589,363	334,192	16,750	58,000	88,888,628

LIBERIA AIRPORT AUTHORITY
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2021

	July - June 2020/2021 US\$	July - June 2019/2020 US\$
8.0 Other payables		
Salaries and wages payable	350,025	293,248
Contract employee payable	14,145	14,145
Income taxes payable	1,712,987	1,608,293
Social security payable	1,169,251	1,086,904
Bank overdraft payable	622,293	469,801
ACU dues payable	49,730	16,207
RIAWU due payable	9,317	6,033
Casual labor payable	4,200	4,200
Copalsa deduction	93,796	15,404
Court deduction payable	130	10
LBDI loan payable	11,775	3,038
Ecobank loan payable	2,192	-
GT Bank fee payable	62,362	42,199
RIASA due payable	3,110	1,110
Life Insurance payable	105,886	104,241
Airport insurance payable	37,500	37,500
Super market payable	1,476	2,215
Employee medical insurance payable	18,248	17,924
Hangar construction payable	203,010	34,270
Unearned rent revenue	177,569	221,203
Others payable/JSPA	4,905	3,435
Special allowance payable	-	29,348
Employee rice payable	31,437	33,234
Board fee payable	29,293	22,550
Salary loan and Interest payable/JSPA	53,766	57,448
	<u>4,768,403</u>	<u>4,123,957</u>
9.0 Aeronautical revenues		
Aircraft handling fees	889,310	1,109,947
Aircraft landing fees	824,535	838,222
Airport service charge	3,970,000	5,999,978
Cargo service charge	700	-
Boarding bridge fees	3,250	-
Cute charge	7,235	-
COVID-19 PAX charge	640,910	-
Aircraft parking fees	1,093	324
Safety and security fees	11,375	9,625
Approach fees	47,565	41,095
Lighting fees	68,237	87,200
Throughput fees	143,560	166,801
	<u>6,607,770</u>	<u>8,253,192</u>

LIBERIA AIRPORT AUTHORITY
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2021

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LIBERIA AIRPORT AUTHORITY
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2021

	July - June 2020/2021 US\$	July - June 2019/2020 US\$
10.0 Non-aeronautical revenues		
Premises rental	507,131	584,941
Bidding fees	800	-
Vehicles parking fees	6,089	13,919
Access pass fees	20,390	8,075
Other income	30,989	36,717
Security support fees	10,749	16,175
Warehouse usage fees	14,620	7,375
	<u>590,768</u>	<u>667,203</u>
11.0 Grant and subsidy		
Grant and subsidy/Allotment(GOL)	546,779	79,152
Grant and subsidy - GOL	1,585,901	930,566
	<u>2,132,680</u>	<u>1,009,718</u>
12.0 Salaries, wages and benefits		
Salaries and wages	4,551,726	4,822,987
Special allowance	-	2,389
Casual labor	171,418	193,315
Staff bonuses	9,375	500
Staff leave pay	29,775	32,605
Overtime	4,970	-
Contract employees	110,457	83,757
Medical expenses	47,135	37,506
Death benefit	120	8,300
Pension benefits	251,888	208,293
Retirement benefits	3,131	-
Transportation allowance	4,746	-
Uniform	2,500	11,938
Housing allowance	-	780
Training	35,638	137,045
Life and group insurance	-	16,091
Severance pay	-	9,220
Vacation students and internship	-	900
Employees welfare	44,240	56,020
Social security	65,725	287,431
	<u>5,332,844</u>	<u>5,909,077</u>

LIBERIA AIRPORT AUTHORITY
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2021

	July - June 2020/2021 US\$	July - June 2019/2020 US\$
13.0 Materials, supplies and services		
Fuel, gas and lubricants	1,749,919	1,561,322
Water	1,015	-
Tools and expendable supplies	138,169	29,747
Janitorial supplies	20,492	36,587
Garbage collection	56,000	67,200
Landscaping	-	9,500
Security operation/services	154,875	145,055
Decorations/beautification	8,000	25,973
Equipment rental	5,425	44,692
Fumigation	7,175	30,721
	<u>2,141,069</u>	<u>1,950,797</u>
14.0 General and administrative expenses		
Consulting fees	37,923	32,143
Legal fees	10,155	23,200
Membership and subscription	7,564	14,446
Office stationery and supplies	40,170	21,284
Newspaper and publications	12,638	78,152
Printing and binding	16,629	43,784
Operational support-JSPA	-	99,139
License and registration	5,690	12,765
Entertainment	73,368	48,289
Foreign travel	40,661	164,173
Local travel	2,673	14,444
Public relations	53,612	69,770
Dontation and contribution	16,253	61,060
Board fees	91,973	125,473
Stipend/honorarium	2,700	8,400
Board gratuity	866	2,165
Vehicle rental	6,750	24,030
Vehicle insurance	11,074	13,536
Airport insurance	-	150,000
Internet	10,156	17,477
Telephone and fax	21,439	8,607
LAA budget bupport	213,362	-
Advertisement	17,800	-
LAA transfer fund	353,499	-
Audit fees	90,000	-
Bank charges	32,955	52,374
Mail/postage/courier	8,506	-
Commission	33,349	82,677
	<u>1,211,765</u>	<u>1,167,388</u>

LIBERIA AIRPORT AUTHORITY
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2021

	July - June 2020/2021 US\$	July - June 2019/2020 US\$
15.0 Repairs and maintenance		
Buildings and installations	158,382	358,298
Equipment	294,261	487,205
Furniture and fixtures	17,820	2,425
Computer equipment	4,279	6,290
Computer software	350	625
Road, ramp and runway	4,070	22,783
Vehicles	114,414	56,425
	<u>593,575</u>	<u>934,051</u>
16.0 Depreciation expense		
Motor vehicles	55,955	84,385
Airport Roads- J Junction	35,967	35,967
Information technology system	1,986	2,697
Building and installations	3,283,533	1,824,314
Airport, office and household equipment	653,984	1,397,107
Office and terminal furniture and fixtures	39,895	43,669
Household furniture and fixtures	8,443	10,082
	<u>4,079,763</u>	<u>3,398,221</u>