

# MOJAVE AIR AND SPACE PORT AT RUTAN FIELD

## NOTICE OF A REGULAR MEETING OF THE BOARD OF DIRECTORS

**Date:** April 4, 2023  
**Location:** Board Room  
1434 Flightline, Mojave, California  
**Time:** 2:00 p.m.

Attending remotely: Director Balentine  
16301 Koch St.  
Mojave, CA 93501

### Zoom Video Conference

<https://us02web.zoom.us/j/88979840593?pwd=UWxUcHRVkm1aDdnUHA1cWR0VFFMUT09>

Phone: 669 900 9128  
Meeting ID: 889 7984 0593  
Passcode: 277366

## AGENDA

1. **Call to Order**
  - A. Pledge of Allegiance
  - B. Roll Call
  - C. Approval of Agenda
2. **Community Announcements and Public Comments on Items not on the Agenda**
3. **Consent Agenda** (*Staff recommends approval of consent items by one motion.*)
  - A. Minutes of the Regular Board Meeting of March 21, 2023.
  - B. Check Registers dated March 31, 2023; \$40,271.68.
4. **Action Items**
  - A. Voyager Aircraft, LLC Hangar 959 Lease Assignment to Dir. Coleman (Counsel)
  - B. A Resolution to Amend Policy 300 As It Relates to Authorized Positions & Compensation (CEO)
5. **Reports**
  - A. Director of Administration
  - B. Chief Executive Officer
  - C. Runway 12/30 Update (CEO)
  - D. Inland Port Update (CEO)
  - E. Water System Update (CEO)
  - F. Hangar Development Update (CEO)
  - G. Board Committees

## **6. Director Comments on Items Not on the Agenda**

### **7. Closed Session**

- A. Existing Litigation (Govt Code 54956.9): Masten Space Systems Bankruptcy
- B. Existing Litigation (Govt Code 54956.9): Welton v. MASP
- C. Potential Litigation (Govt Code 54956.9): One unnamed party
- D. Potential Litigation (Govt Code 54956.9): Beatriz Guerrero

## **8. Closed Session Report**

### **Adjournment**

This Agenda was posted on March 31, 2023, by Jason Buck.

This meeting will be conducted in person and via zoom video conference. If you participate via zoom, please:

- **KEEP YOUR MIC MUTED** at all times that you are not making a comment in order to minimize noise during the meeting. Unmute only to make a comment on an agenda item.
- The general rules regarding public comment apply to those using zoom.
- Comments may also be made in the zoom chat function or via email to the Board Clerk at [Lynn@mojaveairport.com](mailto:Lynn@mojaveairport.com) prior to the start of the meeting.

ADA Notice: Persons desiring disability-related accommodations should contact the District no later than forty-eight hours prior to the meeting. Persons needing an alternative format of the agenda because of a disability should notify the District no later than seventy-two hours prior to the meeting. All inquiries/requests can be made by phone at (661) 824-2433, in person at 1434 Flightline, Mojave, CA, or via email to [Lynn@mojaveairport.com](mailto:Lynn@mojaveairport.com)

Copy of Records: Copies of public records related to open session items are available at the administrative office of the District at 1434 Flightline, Mojave, CA.

Public Comments: Members of the public may comment on items on the agenda before the Board takes action on that item, or for closed session items, before the Board goes into closed session. Comments on items not on the agenda, and over which the Board has jurisdiction, may be made under “Public Comments on Items not on the Agenda,” but the Board may not take action on any issues raised during this time. All comments by members of the public are limited to three minutes.

### **MISSION STATEMENT**

**FOSTER AND MAINTAIN OUR RECOGNIZED AEROSPACE PRESENCE WITH A PRINCIPLE FOCUS AS THE WORLD’S PREMIER CIVILIAN AEROSPACE TEST CENTER WHILE SEEKING COMPATIBLY DIVERSE BUSINESS AND INDUSTRY**

## **BOARD OF DIRECTORS**

### **MINUTES OF THE REGULAR MEETING ON MARCH 21, 2023.**

#### **1. CALL TO ORDER**

The meeting was called to order on Tuesday March 21, 2023, at 2:00 p.m. by Director Barney.

**A. Pledge of Allegiance:** Cathy Hansen led those assembled in the Pledge of Allegiance.

**B. Roll Call:**

**Directors present:** Allred, Barney, Coleman, Morgan

**Directors absent:** Director Balentine did not participate in the meeting. He briefly appeared via zoom to apologize for not being present, then left the meeting.

**Staff:** CEO Reid, DOT Buck, DO Fuels Smith, DOO Sewell, Contracts Manager Johansen.

**Others present via Zoom:** Counsel Navé, Director Coleman, C. Panko, Nicole Altman, A. Gatlin, Joyce Media, Sean Bradford, Eric Schwartz, and one other unidentified participant.

**C. Approval of Agenda:** Upon motion by Director Allred, seconded by Director Coleman, the Board unanimously approved the agenda.

#### **2. Community Announcements/ Public Comments not on the Agenda**

A. Cathy Hansen with the Mojave Transportation Museum proposed the Airport and the museum both pay for plaques for Brian Binnie and Jon Karkow.

#### **3. Consent Agenda**

Upon Motion by Director Allred, seconded by Director Morgan, the Board unanimously approved the Consent Agenda.

A. Minutes of the Regular Board Meeting of March 7, 2023

B. Check Register Dated March 16, 2023; \$33,451.00.

#### **4. Action Items**

A. Voyager Aircraft, LLC. Hangar 969 Lease Assignment to Dir. Coleman.

The item was tabled to next meeting on April 4, 2023. The FPPC is working on their advice letter.

B. Wise Hangar 949 Sublease Agreement with Siegler.

CEO Reid presented the Sublease Agreement for Hangar 949 to the Board for approval. Upon motion by Director Morgan, seconded by Director Allred, the Board unanimously approved the CEO to execute the Sublease Agreement for Hangar 949.

#### **5. Reports**

A. Chief Executive Officer

CEO Reid presented his report to the Board of Directors.

B. Runway 12/30 Update (CEO)

CEO Reid updated the Board on the 12/30 Rehabilitation.

C. Inland Port Update (CEO)

- CEO Reid informed the Board that there was no update on the Inland Port.
- D. Director of Operations Hiring Update (CEO)  
CEO Reid Introduced the Director of Operations Arielle Sewell.
  - E. Water System Update (CEO)  
CEO Reid updated the board on the Water System project.
  - F. Hangar Development Update (CEO)  
CEO Reid updated the board on Hangar Development.
  - G. Hypersonic Corridor Update (CEO)  
No Update.
  - H. Board Committees  
No Board Committees

#### **6. Director Comments on Items not on the Agenda**

Director Coleman commented on Virgin Orbits situation.

#### **7. Closed Session**

- A. Existing Litigation (Govt Code 54956.9): Masten Space Systems Bankruptcy
- B. Existing Litigation (Govt Code 54956.9): Welton vs. MASP
- C. Potential Litigation (Govt Code 54956.9): One unnamed party

#### **8. Closed Session Report**

In closed session, Counsel and the Board discussed the existing litigation with the Masten Bankruptcy, and Welton vs. MASP and the potential litigation with the unnamed party. No action was taken, and no other items were discussed.

#### **ADJOURNMENT**

There being no further business to come before the Board, the chair adjourned the meeting at 2:36 p.m.

\_\_\_\_\_  
Diane Barney, President

ATTEST

\_\_\_\_\_  
Jimmy R. Balentine, Secretary

Date: Thursday, March 30, 2023  
 Time: 10:01AM  
 User: CPANKO

**Mojave Air & Space Port**  
**Check Register - Standard**  
 Period: 10-23 As of: 3/30/2023

Page: 1 of 1  
 Report: 03630.rpt  
 Company: MASP

Check Nbr	Check Type	Check Date	Vendor ID Vendor Name	Period To Post Closed	Ref Nbr	Doc Type	Invoice Number	Invoice Date	Discount Taken	Amount Paid
<b>Company: MASP</b>										
Acct / Sub:	101000		1200							
063448	CK	4/4/2023	1314 Mead & Hunt	10-23	053149	VO	346057	2/20/2023	0.00	3,894.42
063449	CK	4/4/2023	1314 Mead & Hunt	10-23	053150	VO	346058/0223	2/20/2023	0.00	7,529.26
063450	CK	4/4/2023	1436 Porter Concrete Construction	10-23	053100	VO	4845	6/1/2023	0.00	8,550.00
063450	CK	4/4/2023	1436 Porter Concrete Construction	10-23	053102	VO	4846	3/3/2023	0.00	2,417.00
063450	CK	4/4/2023	1436 Porter Concrete Construction	10-23	053238	VO	4854	3/21/2023	0.00	17,881.00
<b>Check Total</b>										<b>28,848.00</b>
Check Count:		3								
<b>Acct Sub Total:</b>										<b>40,271.68</b>

Check Type	Count	Amount Paid
Regular	3	40,271.68
Hand	0	0.00
Electronic Payment	0	0.00
Void	0	0.00
Stub	0	0.00
Zero	0	0.00
Mask	0	0.00
<b>Total:</b>	<b>3</b>	<b>40,271.68</b>

<b>Company Disc Total</b>	<b>0.00</b>	<b>Company Total</b>	<b>40,271.68</b>
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## STAFF MEMORANDUM

**TO:** Board of Directors

**FROM:** Scott Navé, Counsel

**SUBJECT:** Voyager Aircraft, LLC, Ground Lease 969 Assignment of Lease

**MEETING DATE:** April 4, 2023

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### **Background:**

On March 7, 2023 the Board of Directors discussed the assignment of Ground Lease 969 and requested a formal opinion from the FPPC before taking action. The response is in process.

Voyager Aircraft, LLC, has a thirty (30) year ground lease for Hangar 969 that will expire on January 31, 2045. Voyager is selling Hangar 969 to Charles Coleman, who is an existing tenant in good standing at MASP and is the current authorized Sub Tenant in Hangar 969. The lease requires that the Board approve an assignment of the lease.

### **Impacts:**

Fiscal: None  
Environmental: None  
Legal: None

### **Recommended Action:**

Counsel recommends approval of the Assignment and Authorization for CEO to execute the agreement with counsel approval.

## Lease Agreement

THIS LEASE ("Lease") is entered into as of February 1, 2015 ("Effective Date") by Mojave Air & Space Port, a California Airport District ("Landlord") and Richard Rutan ("Tenant").

### ARTICLE 1. BASIC LEASE PROVISIONS

**1.1 Landlord:** Mojave Air & Space Port

**1.2 Tenant:** Richard Rutan

**1.3 Rental Commencement Date:** February 1, 2015

**1.4 Premises:** Ground Lease, T-Hangar 969, as more specifically described on Exhibit A attached hereto.

**1.5 Rentable area:** Approximately 2,376 sq. ft. of Acreage.

**1.6 Lease term:**

Basic Term: Fifteen (15) years, computed from the first day of the first calendar month on or after the Rental Commencement Date.

Renewal Term: Three (3) Five (5) year options, exercisable pursuant to Section 22.17.

**1.7 Annual Rental:**

<u>Year(s)</u>	<u>Monthly Rental</u>	<u>Annual Rental</u>
2015	\$118.80	\$1,425.60

On February 1, 2016, and each year thereafter, including during the Renewal Term, if any, Annual Rental shall be adjusted in accordance with Section 4.2.

**1.8 Use of Premises:** The Premises shall be occupied and used Tenant for the sole purpose of aircraft storage and other airport approved activities, and for no other use or purpose.

**1.9 Security Fee:** Tenant shall pay a charge for security patrol and monitoring in the amount of 5% of the amount of such monthly rent payment.

**1.10 Late charge:** If Rent is not paid by the first day of the month, Landlord shall also be paid by Tenant interest at the rate of 1.5% per month on the unpaid balance of such Rent until paid in full.

**1.11 Addresses for notices and rent payment:**

Landlord:  
Mojave Air & Space Port  
Attn: Director of Business Development  
1434 Flightline Mojave, CA 93501  
661.824.2433

Tenant:  
Richard Rutan  
2833 Delmar Avenue  
Mojave, CA 93501  
661-828-7547  
824-4608

## ASSIGNMENT OF LEASE

THIS ASSIGNMENT OF LEASE ("Assignment") is made as of September 1, 2015 between Richard Rutan ("Assignor"), Voyager Aircraft, LLC ("Assignee"), and Mojave Air and Space Port ("Landlord").

### Recitals

A. Mojave Air and Space Port, as landlord, and Assignor, as Tenant, executed a lease dated as February 1, 2015 ("Lease"), a copy of which is attached and incorporated by reference as Exhibit A, pursuant to which Landlord leased to Tenant, and Tenant leased from Landlord, that certain property described in the Lease (the "Premises" Ground Lease, T-Hangar 969).

B. Assignor desires to assign the Lease to Assignee, and Assignee desires to accept the assignment of the Lease from the Assignor, and assume the obligations under the Lease.

NOW THEREFORE, for good and valuable consideration, the receipt and adequacy of which are acknowledged, Assignor and Assignee agree as follows:

### Terms

#### Section 1. Assignment

Assignor assigns and transfers to Assignee all right, title, and interest in the Lease, and Premises, and Assignee accepts from Assignor all right, title, and interest, subject to the terms and conditions set forth in this Assignment.

#### Section 2. Assumption of Lease Obligations

Assignee represents and warrants that:

- (a) It is a duly organized corporation in good standing in the State of its incorporation, is registered with the California Secretary of State, and is authorized do business in the County of Kern and State of California.
- (b) All necessary corporate approvals for the assumption of this Lease have been obtained by Assignee.
- (c) Assignee agrees to perform and fulfill all the terms, covenants, conditions, and obligations required to be performed by Assignor under the Lease, including the making of all payments due or payable to Landlord under the Lease as they become due and payable.

#### Section 3. Assignor's Covenants

(a) Assignor covenants that the copy of the Lease attached as Exhibit A is a true and accurate copy of the Lease as currently in effect, and that there exists no other agreement affecting Assignor's tenancy under the Lease.

(b) Assignor covenants that the Lease is in full effect and no default exists under the Lease, nor any acts or events which, with the passage of time or the giving of notice or both, could become defaults.



# MOJAVE

AIR & SPACE PORT  
AT RUTAN FIELD

## STAFF MEMORANDUM

**TO:** Board of Directors  
**FROM:** Timothy Reid, General Manager  
**SUBJECT:** Policy 300

**MEETING DATE:** April 4, 2023

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**Background:**

Mojave has a Security Department that is staffed 24/7 to provide security services, policy and regulatory enforcement, and a Security Center. In order to better serve the operational needs of the Airport and its users, the Security Department will be transitioned into an Operations Department. This department will be able to better utilize the current Security Center, to be reconfigured into an Operations Center, to provide centralized, 24/7 services capable of addressing or routing all airport related requests in a timely and efficient manner.

This transition will also alleviate operational deficiencies and provide the users of Mojave Air and Space Port with an Operations representative always on site that can perform essential duties to include, but not limited to, airfield inspections, work order requests, issuance or cancellation of NOTAMs/FICONs, and prompt assistance in the event of an emergency.

To meet this need, the Security Department personnel will be trained to the level of an Operations Specialist, which will require a rigorous qualification training curriculum and check out by the Director of Operations. This transition and qualification period is expected to take 6 to 8 months.

**Impacts:**

Fiscal: None  
Environmental: None  
Legal: None

**Recommended Action:**

Staff recommends the Board approve the following recommended changes to MASP Board Policy 300:

1. MASP to transition the current Security Department into an Operations Department.
2. Replace titles Security Chief and Security Assistant Chief with Airport Operations Manager and Airport Operations Supervisor, respectively.
3. Add title Airport Operations Specialist, to be adopted by current Security Officers after training and competency requirements have been fulfilled.

**RESOLUTION NO.**

**A RESOLUTION OF THE BOARD OF DIRECTORS  
OF MOJAVE AIR AND SPACE PORT  
AMENDING THE ADMINISTRATIVE CODE AS IT RELATES  
TO AUTHORIZED POSITIONS AND COMPENSATION**

**Whereas**, Board Policy 300, section 3-1.01, specifies the authorized positions for District employees;

**Whereas**, Board Policy 300, section 3-1.02, specifies the compensation for the District’s authorized positions; and

**Whereas**, the District desires to amend the sections regarding authorized positions and compensation;

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Directors of the Mojave Air and Space Port as follows:

Section 3-1.01      General

This Article describes terms and conditions of employment. The District’s Employee Handbook contains a more complete description of the terms, conditions and benefits of employment with the District.

Section Positions Authorized

- (a)            The following full-time positions are authorized:

CEO/General Manager	Maintenance Supervisor
Director of Planning	Maintenance II
Director of Operations	Maintenance I
Director of Administration	Security Officer
Director of Fuels	Contracts Manager
Director of Technology	Administrative Assistant II
Director of Facilities	Administrative Assistant I
Director of Public Safety & Security	Technology Integrator
Air Traffic Control Supervisor	Airport Operations Manager
Air Traffic Control Specialist	Airport Operations Supervisor
Facilities Manager	Airport Operations Specialist

(b) The following part-time/temporary positions are authorized:

Maintenance - Fueler	Air Traffic Control Specialist
Maintenance -Temporary	Security Officer
Administration/Intern - Temporary	

Section 3-1.02 Compensation

- (a) Employees shall be paid biweekly on Fridays.
- (b) Monthly minimum and maximum salaries for full-time authorized positions are:

FULL TIME	COMPENSATION	
	<u>MINIMUM</u>	<u>MAXIMUM</u>
CEO/General Manager	12,500	25,000
Director of Planning	6,667	14,000
Director of Operations	6,667	12,500
Director of Administration	6,667	12,500
Director of Fuels	6,667	12,500
Director of Technology	6,667	12,500
Director of Public Safety & Security	6,667	12,500
Director of Facilities	6,667	12,500
Air Traffic Control Supervisor	5,200	8,000
Air Traffic Control Specialist	5,000	7,000
Facilities Manager	4,144	7,490
Maintenance Supervisor	4,144	6,688
Maintenance II	3,471	6,420
Maintenance I	2,687	5,350
Security Officer	2,687	5,350
Contracts Manager	4,144	7,490
Administrative Assistant II	4,144	6,420
Administrative Assistant I	2,687	5,350
Technology Integrator	3,120	6,250
Airport Operations Manager	4,144	7,490
Airport Operations Supervisor	3,000	6,688
Airport Operations Specialist	2,687	5,350

(c) Salaries for part-time employees are as follows:

<u>POSITION (Part-Time)</u>	<u>HOURLY RATE</u>
POSITION ( <u>Part-Time</u> )	HOURLY RATE
Air Traffic Control Specialist	28.00 - 45.00
Security Officer	15.00 - 25.00
Maintenance - Fueler	15.00 - 25.00
Maintenance – Temporary	15.00 - 25.00
Administrative – Temporary/Intern	15.00 - 25.00

(d) Wages shall be paid according to State and Federal Law.

PASSED, APPROVED, AND ADOPTED on April 4, 2023.

Ayes:  
Noes:  
Abstain:  
Absent:

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Diane Barney, President

ATTEST

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Jimmy R. Balentine, Secretary

**POLICY 300 - PERSONNEL<sup>1</sup>**

**ARTICLE 1. EMPLOYEE POSITIONS AND BENEFITS**

**Section 3-1.01      General**

This Article describes terms and conditions of employment. The District’s Employee Handbook contains a more complete description of the terms, conditions and benefits of employment with the District.

**Section      Positions Authorized**

(a)            The following full-time positions are authorized:

CEO/General Manager	Maintenance Supervisor
Director of Planning	Maintenance II
Director of Operations	Maintenance I
Director of Administration	<del>Security Chief</del>
Director of Fuels	<del>Assistant Security Chief</del>
Director of Technology	Security Officer
Director of Facilities	Contracts Manager
Director of Public Safety & Security	Administrative Assistant II
Air Traffic Control Supervisor	Administrative Assistant I
Air Traffic Control Specialist	Technology Integrator
Facilities Manager	<del>Airport Operations Manager</del>
	<del>Airport Operations Supervisor</del>
	<del>Airport Operations Specialist</del>

(b)            The following part-time/temporary positions are authorized:

Maintenance - Fueler	Air Traffic Control Specialist
Maintenance -Temporary	Security Officer

<sup>1</sup> Adopted on March 20, 2018 by Res. No. 18-03-777

<sup>2</sup> Section 3-101 & 3-1.02 amended on November 6, 2018 by Res. No 18-11-787

<sup>3</sup> Section 3-1.01 (a) & 3.1.02 (b)(c) amended on June 2, 2020 by Res. No. 20-06-803

<sup>4</sup> Section 3-1.01 (a)(b) & 3-1.02 (b)(c) amended on October 6, 2020 by Res. No. 20-10-806

<sup>5</sup> Section 3-1.01 (a)(b)(c) & 3.1.02 (b)(c) amended on December 1, 2020 by Res. No 20-12-809

<sup>6</sup> Section 3-1.01 (a) & 3-1.02 (b)(c) amended on September 21, 2021 by Res. No 21-09-819

<sup>7</sup> Section 3-1.01 (a) & 3-1.02 (b) & 3-1.03 (a) (b) amended on June 27, 2022 by Res, No, 22-06-835

<sup>8</sup> Section 3-1.02 (b) (c) amended on September 6, 2022 by Res, No, 22-09-8

**Section 3-1.02      Compensation**

- (a) Employees shall be paid biweekly on Fridays.
- (b) Monthly minimum and maximum salaries for full-time authorized positions are:

FULL TIME	COMPENSATION	
	<u>MINIMUM</u>	<u>MAXIMUM</u>
CEO/General Manager	12,500	25,000
Director of Planning	6,667	14,000
Director of Operations	6,667	12,500
Director of Administration	6,667	12,500
Director of Fuels	6,667	12,500
Director of Technology	6,667	12,500
Director of Public Safety & Security	6,667	12,500
Director of Facilities	6,667	12,500
Air Traffic Control Supervisor	5,200	8,000
Air Traffic Control Specialist	5,000	7,000
Facilities Manager	4,144	7,490
Maintenance Supervisor	4,144	6,688
Maintenance II	3,471	6,420
Maintenance I	<del>2,687</del>	5,350
<u>Security Chief</u>	<u>4,144</u>	<u>7,490</u>
<u>Assistant Security Chief</u>	<u>2,600</u>	<u>6,688</u>
Security Officer	<del>2,687</del>	5,350
Contracts Manager	4,144	7,490
Administrative Assistant II	4,144	6,420
Administrative Assistant I	<del>2,687</del>	5,350
Technology Integrator	3,120	6,250
<u>Airport Operations Manager</u>	<u>4,144</u>	<u>7,490</u>
<u>Airport Operations Supervisor</u>	<u>3,000</u>	<u>6,688</u>
<u>Airport Operations Specialist</u>	<u>2,687</u>	<u>5,350</u>

- (c) Salaries for part-time employees are as follows:

<u>POSITION (Part-Time)</u>	<u>HOURLY RATE</u>
POSITION <u>(Part-Time)</u>	HOURLY RATE

Air Traffic Control Specialist	28.00 - 45.00
Security Officer	15.00 - 25.00
Maintenance - Fueler	15.00 - 25.00
Maintenance – Temporary	15.00 - 25.00
Administrative – Temporary/Intern	15.00 - 25.00

(d) Wages shall be paid according to State and Federal Law.

**Section 3-1.03            Change in Compensation**

(a) The General Manager may recommend compensation changes based on merit. The General Manager may increase the salary of an employee once annually by not more than 5% per month. The General Manager shall notify the Board within twenty days after granting such a merit raise.

**Section 3-1.04            Benefits**

(a) **Vacation.** Persons employed by the District, other than temporary or part-time employees, are entitled to a paid vacation as specified in the Employee Handbook. Time off for vacation shall be scheduled with the General Manager so vacations will not conflict with the work schedule. An employee may use vacation benefits on consecutive or non-consecutive days with the supervisor’s permission.

(b) **Sick Leave.** Employees shall receive sick leave in accordance with law as specified in the Employee Handbook.

(c) **Retirement and Disability.** The District is a member of the California Public Employees Retirement System, and provides retirement and permanent disability benefits in accordance with its CalPERS contract, as explained in greater detail in the Employee Handbook.

(d) **Health, Dental and Optical Plan.** Permanent, full-time officers and employees, including directors, and their dependents shall be eligible for membership in the District’s group health plan, including medical, dental, optical, and audiology. The Employee Handbook shall specify the requirements and costs, if any, for employee participations in these benefits.

(e) **Life Insurance.** Permanent full-time employees receive the life insurance benefits of the District’s health and accident insurance plan in an amount and form as from time to time established by the Board.

**Section 3-1.05            Leave Without Pay**

An employee may request time off without pay in lieu of receiving any benefits provided. Such time off without pay may also be requested even though benefits as herein provided would

not otherwise accrue. The supervisor and General Manager shall approve or disapprove the request in their sole discretion.

**Section 3-1.06**      **Expenses**

(a) Officers or employees required to use personal vehicles on District business by action of the Board or the General Manager shall be reimbursed at the rate permitted by the IRS for reimbursement. Officers or employees shall file a claim for such reimbursement on a form established by the General Manager, not later than 30 days after the accrual of the claim.

**Section 3-1.07**      **Probationary Periods**

Regular appointments, including promotional appointments, shall be for a probationary period of six months. During the probationary period, the employee may be removed without cause, and without the right of an appeal or hearing.

**Section 3-1.08**      **Discrimination**

No person employed or seeking employment with the District, shall be employed, promoted, discharged, reduced, suspended or in any way favored or discriminated against because of political opinions or affiliation, race, color, creed, sex, age, national origin, physical or medical disability, or handicap.

**Section 3-1.09**      **Nepotism**

Except as expressly provided herein, nepotism is prohibited. The District will not prohibit the employment of members of an immediate family in the same department or administrative unit, if the family member is not participating in making recommendations or decisions required by the job to affect the appointment, retention, work assignments, demotion, salary, or working conditions of another family member. For the purposes of this section, the term "immediate family" shall mean mother, mother-in-law, father, father-in-law, spouse, son, daughter, brother, sister, grandparent, grandchild, son-in-law, daughter-in-law, uncle or aunt.

**Section 3-1.10**      **Jury Duty**

Permanent, full-time employees shall be given a leave of absence for service on a petite jury. The employee shall be paid regular district salary during such jury service if the employee endorses jury fee, but not expense reimbursement, to the district.

**ARTICLE 2. EMPLOYEE DISCIPLINE**

**Section 3-2.01**      **Discharge, Reduction and Suspension**



(a) Whenever the General Manager believes that it may be in the best interest of the District to discharge, reduce, or suspend an employee, the General Manager shall provide the employee with an unsigned written statement, setting forth the basis for such preliminary determination and invite the employee to present a statement contesting the facts alleged in the preliminary notice or the conclusions stated therein. The amount of time given to the employee to respond shall be determined on a case-by-case basis after giving due consideration to the length of the employee's service, the gravity of the charges, and the proposed action. No advance notice need be given to any employee when an emergency exists for such action.

(b) The General Manager may discharge, reduce, or suspend an employee for good cause after having complied with subparagraph (a) of this section. Notice of such action shall be given in writing and shall be served on the employee. The notice shall state the nature of the action taken and a summary of the reasons for such action.

### **Section 3-2.02      Appeal**

An employee who has been discharged, reduced in rank, or suspended for longer than ten working days, may appeal the action to the Board by notifying the General Manager and the Board within fifteen day after receipt of the notice required above.

### **Section 3-2.03      Hearing**

Upon receipt of an appeal from an employee, the Board shall set a date for hearing. The Board may sit *en banc* or assign the matter to one or more directors to hear and decide the appeal. The Board, or the hearing officer, may compel the attendance of witnesses to testify under oath.

# POLICY 300 - PERSONNEL<sup>1</sup>

## ARTICLE 1. EMPLOYEE POSITIONS AND BENEFITS

### Section 3-1.01 General

This Article describes terms and conditions of employment. The District's Employee Handbook contains a more complete description of the terms, conditions and benefits of employment with the District.

### Section Positions Authorized

- (a) The following full-time positions are authorized:

CEO/General Manager	Maintenance Supervisor
Director of Planning	Maintenance II
Director of Operations	Maintenance I
Director of Administration	Security Officer
Director of Fuels	Contracts Manager
Director of Technology	Administrative Assistant II
Director of Facilities	Administrative Assistant I
Director of Public Safety & Security	Technology Integrator
Air Traffic Control Supervisor	Airport Operations Manager
Air Traffic Control Specialist	Airport Operations Supervisor
Facilities Manager	Airport Operations Specialist

- (b) The following part-time/temporary positions are authorized:

Maintenance - Fueler	Air Traffic Control Specialist
Maintenance -Temporary	Security Officer
Administration/Intern - Temporary	

<sup>1</sup> Adopted on March 20, 2018 by Res. No. 18-03-777

<sup>2</sup> Section 3-1.01 & 3-1.02 amended on November 6, 2018 by Res. No 18-11-787

<sup>3</sup> Section 3-1.01 (a) & 3.1.02 (b)(c) amended on June 2, 2020 by Res. No. 20-06-803

<sup>4</sup> Section 3-1.01 (a)(b) & 3-1.02 (b)(c) amended on October 6, 2020 by Res. No. 20-10-806

<sup>5</sup> Section 3-1.01 (a)(b)(c) & 3.1.02 (b)(c) amended on December 1, 2020 by Res. No 20-12-809

<sup>6</sup> Section 3-1.01 (a) & 3.1.02 (b)(c) amended on September 21, 2021 by Res. No 21-09-819

<sup>7</sup> Section 3-1.01 (a) & 3-1.02 (b) & 3-1.03 (a) (b) amended on June 27, 2022 by Res, No, 22-06-835

<sup>8</sup> Section 3-1.02 (b) (c) amended on September 6, 2022 by Res, No, 22-09-8

**Section 3-1.02            Compensation**

- (a) Employees shall be paid biweekly on Fridays.
- (b) Monthly minimum and maximum salaries for full-time authorized positions are:

FULL TIME	COMPENSATION	
	<u>MINIMUM</u>	<u>MAXIMUM</u>
CEO/General Manager	12,500	25,000
Director of Planning	6,667	14,000
Director of Operations	6,667	12,500
Director of Administration	6,667	12,500
Director of Fuels	6,667	12,500
Director of Technology	6,667	12,500
Director of Public Safety & Security	6,667	12,500
Director of Facilities	6,667	12,500
Air Traffic Control Supervisor	5,200	8,000
Air Traffic Control Specialist	5,000	7,000
Facilities Manager	4,144	7,490
Maintenance Supervisor	4,144	6,688
Maintenance II	3,471	6,420
Maintenance I	2,687	5,350
Security Officer	2,687	5,350
Contracts Manager	4,144	7,490
Administrative Assistant II	4,144	6,420
Administrative Assistant I	2,687	5,350
Technology Integrator	3,120	6,250
Airport Operations Manager	4,144	7,490
Airport Operations Supervisor	3,000	6,688
Airport Operations Specialist	2,687	5,350

- (c) Salaries for part-time employees are as follows:

<u>POSITION (Part-Time)</u>	<u>HOURLY RATE</u>
POSITION ( <u>Part-Time</u> )	HOURLY RATE
Air Traffic Control Specialist	28.00 - 45.00
Security Officer	15.00 - 25.00
Maintenance - Fueler	15.00 - 25.00
Maintenance – Temporary	15.00 - 25.00
Administrative – Temporary/Intern	15.00 - 25.00

- (d) Wages shall be paid according to State and Federal Law.

**Section 3-1.03      Change in Compensation**

(a) The General Manager may recommend compensation changes based on merit. The General Manager may increase the salary of an employee once annually by not more than 5% per month. The General Manager shall notify the Board within twenty days after granting such a merit raise.

**Section 3-1.04      Benefits**

(a) **Vacation.** Persons employed by the District, other than temporary or part-time employees, are entitled to a paid vacation as specified in the Employee Handbook. Time off for vacation shall be scheduled with the General Manager so vacations will not conflict with the work schedule. An employee may use vacation benefits on consecutive or non-consecutive days with the supervisor's permission.

(b) **Sick Leave.** Employees shall receive sick leave in accordance with law as specified in the Employee Handbook.

(c) **Retirement and Disability.** The District is a member of the California Public Employees Retirement System, and provides retirement and permanent disability benefits in accordance with its CalPERS contract, as explained in greater detail in the Employee Handbook.

(d) **Health, Dental and Optical Plan.** Permanent, full-time officers and employees, including directors, and their dependents shall be eligible for membership in the District's group health plan, including medical, dental, optical, and audiology. The Employee Handbook shall specify the requirements and costs, if any, for employee participations in these benefits.

(e) **Life Insurance.** Permanent full-time employees receive the life insurance benefits of the District's health and accident insurance plan in an amount and form as from time to time established by the Board.

**Section 3-1.05      Leave Without Pay**

An employee may request time off without pay in lieu of receiving any benefits provided. Such time off without pay may also be requested even though benefits as herein provided would not otherwise accrue. The supervisor and General Manager shall approve or disapprove the request in their sole discretion.

**Section 3-1.06      Expenses**

(a) Officers or employees required to use personal vehicles on District business by action of the Board or the General Manager shall be reimbursed at the rate permitted by the IRS

for reimbursement. Officers or employees shall file a claim for such reimbursement on a form established by the General Manager, not later than 30 days after the accrual of the claim.

**Section 3-1.07**      **Probationary Periods**

Regular appointments, including promotional appointments, shall be for a probationary period of six months. During the probationary period, the employee may be removed without cause, and without the right of an appeal or hearing.

**Section 3-1.08**      **Discrimination**

No person employed or seeking employment with the District, shall be employed, promoted, discharged, reduced, suspended or in any way favored or discriminated against because of political opinions or affiliation, race, color, creed, sex, age, national origin, physical or medical disability, or handicap.

**Section 3-1.09**      **Nepotism**

Except as expressly provided herein, nepotism is prohibited. The District will not prohibit the employment of members of an immediate family in the same department or administrative unit, if the family member is not participating in making recommendations or decisions required by the job to affect the appointment, retention, work assignments, demotion, salary, or working conditions of another family member. For the purposes of this section, the term "immediate family" shall mean mother, mother-in-law, father, father-in-law, spouse, son, daughter, brother, sister, grandparent, grandchild, son-in-law, daughter-in-law, uncle or aunt.

**Section 3-1.10**      **Jury Duty**

Permanent, full-time employees shall be given a leave of absence for service on a petite jury. The employee shall be paid regular district salary during such jury service if the employee endorses jury fee, but not expense reimbursement, to the district.

**ARTICLE 2. EMPLOYEE DISCIPLINE**

**Section 3-2.01**      **Discharge, Reduction and Suspension**

(a) Whenever the General Manager believes that it may be in the best interest of the District to discharge, reduce, or suspend an employee, the General Manager shall provide the employee with an unsigned written statement, setting forth the basis for such preliminary determination and invite the employee to present a statement contesting the facts alleged in the preliminary notice or the conclusions stated therein. The amount of time given to the employee to respond shall be determined on a case-by-case basis after giving due consideration to the length of the employee's service, the gravity of the charges, and the proposed action. No advance notice need be given to any employee when an emergency exists for such action.

(b) The General Manager may discharge, reduce, or suspend an employee for good cause after having complied with subparagraph (a) of this section. Notice of such action shall be given in writing and shall be served on the employee. The notice shall state the nature of the action taken and a summary of the reasons for such action.

**Section 3-2.02      Appeal**

An employee who has been discharged, reduced in rank, or suspended for longer than ten working days, may appeal the action to the Board by notifying the General Manager and the Board within fifteen day after receipt of the notice required above.

**Section 3-2.03      Hearing**

Upon receipt of an appeal from an employee, the Board shall set a date for hearing. The Board may sit *en banc* or assign the matter to one or more directors to hear and decide the appeal. The Board, or the hearing officer, may compel the attendance of witnesses to testify under oath.

Board of Directors  
Mojave Air and Space Port  
Mojave, California

We have audited the basic financial statements of Mojave Air and Space Port (the District) for the year ended June 30, 2022. Professional standards require that we provide you with information about our responsibilities under auditing standards generally accepted in the United States of America, *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 2, 2022. Professional standards also require that we communicate to you the following information related to our audit.

### **Significant Audit Matters**

#### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the District are described in Note 1 to the financial statements. During the year ended June 30, 2022, the District adopted Governmental Accounting Standards Board (GASB) Statement No. 87 – *Leases*, which will affect all future lease agreements entered into by the District. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the District's basic financial statements were:

Management's estimates of the other post-employment benefits and net pension liabilities and related expenses, deferred inflows of resources, and deferred outflows of resources are based on actuary reports and an allocation percentage from the California Public Employees Retirement System (CalPERS). We evaluated the key factors and assumptions used to develop the estimates of these liabilities in determining that they are reasonable in relation to the financial statements taken as a whole.

Management's estimate of the useful lives of its capital assets for the purpose of calculating annual depreciation expense in the District's Statement of Revenues, Expenses, and Changes in Net Position. We evaluated the key factors and assumptions use to develop the estimate of the useful lives of its capital assets in determining that it is reasonable in relation to the financial statements as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were:

Note 3 – Rents and Leases  
Note 4 – Retirement Plans

The financial statement disclosures are neutral, consistent, and clear.

*Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

*Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

*Disagreements with Management*

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

*Management Representations*

We have requested certain representations from management that are included in the management representation letter dated March 7, 2023.

*Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

*Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

**Other Matters**

We applied certain limited procedures to the Management's Discussion and Analysis, Schedule of the District's Proportionate Share of the Net Pension Liability (CalPERS), Schedule of Contributions (CalPERS), and Schedule of Changes in Net OPEB Liability and Related Ratios, which are required supplementary information (RSI) that supplement the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on schedule of expenditures of federal awards, which accompanies the basic financial statements but is not RSI. With respect to this supplementary schedule, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the basic financial statements. We compared and reconciled the supplementary schedule to the underlying accounting records used to prepare the basic financial statements or to the basic financial statements themselves.



**Restriction on Use**

This information is intended solely for the information and use of the Board of Directors and management of the District and is not intended to be, and should not be, used by anyone other than these specified parties.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

*Brown Armstrong  
Accountancy Corporation*

Bakersfield, California  
March 7, 2023

**MOJAVE AIR AND SPACE PORT**  
**FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**MOJAVE AIR AND SPACE PORT  
FINANCIAL STATEMENTS  
JUNE 30, 2022**

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Mojave Air and Space Port  
Mojave, California

### Opinion

We have audited the accompanying basic financial statements of Mojave Air and Space Port (the District), as of and for the year ended June 30, 2022, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents. The prior year's comparative information has been derived from the District's 2021 basic financial statements and, in our report dated September 29, 2021, we expressed an unmodified opinion on the basic financial statements.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the District as of June 30, 2022, and the respective changes in financial position, and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## **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 opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedule of the District's Proportionate Share of the Net Pension Liability (CalPERS), Schedule of Contributions (CalPERS), and Schedule of Changes in the Net Other Post-Employment Benefit (OPEB) Liability and Related Ratios, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements.

The schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of federal expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 7, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

A handwritten signature in blue ink that reads "Brown Armstrong Accountancy Corporation". The signature is written in a cursive style and is positioned below the printed name of the firm.

Bakersfield, California  
March 7, 2023

**MOJAVE AIR AND SPACE PORT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2022  
(WITH COMPARATIVE TOTALS)**

The following discussion and analysis of Mojave Air and Space Port's (the District) financial performance provides an overview of the financial activities for the year ended June 30, 2022. Please read it in conjunction with the audited basic financial statements and accompanying notes, which follow this section.

**Financial Highlights**

The District's total net position decreased \$1.082 million, or 2%, over the course of the year's operations.

The District's total revenues experienced a net decrease of \$4.972 million, or 26%, during the year ended June 30, 2022.

The District's total expenses increased \$2.430 million, or 23%, during the year ended June 30, 2022.

The District's net capital assets increased \$0.182 million, or 0%, during the year ended June 30, 2022.

**Overview of the Basic Financial Statements**

This annual report includes this management's discussion and analysis, the independent auditor's report, the basic financial statements of the District, and required supplementary information. The basic financial statements also include notes that explain in more detail some of the information contained in the basic financial statements.

**Required Basic Financial Statements**

The basic financial statements of the District report information of the District using accounting methods like those used by private sector companies. The basic financial statements conform to accounting principles which are generally accepted in the United States of America and utilize the accrual basis of accounting.

The statement of net position includes all the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources and provides information about the nature and amounts of investments in resources (assets) and the obligations to District creditors (liabilities), with the difference between them reported as net position. This statement will indicate which assets are restricted due to contractual, Board of Directors (Board) action, or other commitments. This statement also provides the basis for assessing the liquidity, capital structure, and financial flexibility of the District.

Revenues and expenses are accounted for in the statement of revenues and expenses and changes in net position. This statement measures the success of the District's operations and can be used to determine profitability, credit worthiness, and whether the District has successfully recovered all its costs through user fees and other charges.

The statement of cash flows reports cash receipts, cash payments, and net changes in cash resulting from operating, investing, and financing activities. From this statement, information related to sources and uses of cash and the change in cash balances are presented.

**Financial Analysis of the District**

One of the most important questions asked about the District's finances is, "Is the District, as a whole, better off or worse off as a result of this year's activities?" The condensed statements of net position and the condensed statements of revenues, expenses, and changes in net position report information about the District's activities in a way that will help answer this question. These two condensed statements report the net position of the District and the changes in net position. One can think of the District's net position – the difference between assets and deferred outflows of resources and liabilities and deferred

inflows of resources – as one way to measure financial health or financial position. Over time, increases or decreases in the District’s net position are an indicator of whether its financial health is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, and new or changed government legislation.

To begin our analysis, a summary of the District’s statements of net position is presented in Table A.

**Table A**  
**Condensed Statements of Net Position**  
**June 30, 2022 and 2021**  
**(in thousands)**

	<u>2022</u>	<u>2021</u>	<u>Dollar Change</u>	<u>Percentage Change</u>
Current assets	\$ 11,517	\$ 12,929	\$ (1,412)	-11%
Long-term assets	95,896	98,613	(2,717)	-3%
Total assets	<u>107,413</u>	<u>111,542</u>	<u>(4,129)</u>	-4%
Deferred outflows of resources	848	700	148	21%
Total assets and deferred outflows of resources	<u>\$ 108,261</u>	<u>\$ 112,242</u>	<u>\$ (3,981)</u>	-4%
Current liabilities	\$ 1,181	\$ 3,959	\$ (2,778)	-70%
Long-term liabilities	6,380	8,950	(2,570)	-29%
Total liabilities	<u>7,561</u>	<u>12,909</u>	<u>(5,348)</u>	-41%
Deferred inflows of resources	56,282	55,997	285	1%
Net investment in capital assets	45,310	45,128	182	0%
Unrestricted	(892)	(1,792)	900	50%
Total net position	<u>44,418</u>	<u>43,336</u>	<u>1,082</u>	2%
Total liabilities, deferred inflows of resources, and net position	<u>\$ 108,261</u>	<u>\$ 112,242</u>	<u>\$ (3,981)</u>	-4%

As the condensed statements of net position above indicate, total assets decreased by \$4.129 million to \$107.413 million at June 30, 2022, from \$112.242 million at June 30, 2021. The decrease in the total assets of the District was due to a decrease in current assets of \$1.412 million, resulting from a decrease in receivables of \$2.218 million, offset by an increase in cash of \$0.595 million. Long-term assets decreased by \$2.717 million.

Deferred outflows of resources increased by \$0.148 million, or 21%, to \$0.848 million at June 30, 2022, from \$0.700 million at June 30, 2021. For deferred outflows of resources related to the California Public Retirement System (CalPERS) plan, predominant changes were the result of an increase of \$0.141 million in expected versus actual experience, offset by an increase of \$0.143 million in the difference between actual and expected earnings on plan investments. For deferred outflows of resources related to the Other Post-Employment Benefit (OPEB) plan, there were no changes.



Total liabilities decreased by \$5.348 million, or 41%, during the year ended June 30, 2022, due to a decrease in current liabilities of \$2.778 million and a decrease in long-term liabilities of \$2.570 million. The decrease is mainly a result of a decrease of \$2.863 million in accounts payable and a decrease of \$2.569 to OPEB and net pension liability obligations.

Deferred inflows of resources increased by \$0.285 million, or 1%, from \$55.997 million at June 30, 2021, to \$56.282 million at June 30, 2022. For deferred inflows of resources related to the OPEB plan, decreases were predominantly composed of a \$0.438 million decrease in changes in assumptions and a \$0.470 million increase in other liability experience. These changes were in addition to the deferred inflows of resources related to the CalPERS plan which also showed an overall increase. The increase was composed of increases of \$0.157 million in the difference between the District's contributions and its proportionate share of contributions, \$2.876 million in the difference projected versus actual earnings, and \$0.107 million in changes in the District's proportion.

**Table B**  
**Condensed Statements of Revenues, Expenses, and Changes in Net Position**  
**For the Years Ended June 30, 2022 and 2021**  
**(in thousands)**

	<u>2022</u>	<u>2021</u>	<u>Dollar Change</u>	<u>Percentage Change</u>
Operating revenue	\$ 11,081	\$ 10,289	\$ 792	8%
Nonoperating revenue	<u>2,954</u>	<u>8,718</u>	<u>(5,764)</u>	-66%
Total revenues	<u>14,035</u>	<u>19,007</u>	<u>(4,972)</u>	-26%
Operating expenses	10,397	7,902	2,495	32%
Depreciation expense	<u>2,556</u>	<u>2,621</u>	<u>(65)</u>	-2%
Total expenses	<u>12,953</u>	<u>10,523</u>	<u>2,430</u>	23%
Change in net position	1,082	8,484	(7,402)	-87%
Net position, beginning of year	<u>43,336</u>	<u>34,852</u>	<u>8,484</u>	24%
Net position, end of year	<u>\$ 44,418</u>	<u>\$ 43,336</u>	<u>\$ 1,082</u>	2%

While the condensed statements of net position show the change in financial position of the District, the condensed statements of revenues, expenses, and changes in net position provide answers as to the nature and source of these changes.

The District's total revenues decreased by \$4.972 million to \$14.035 million during the year ended June 30, 2022, from \$19.007 million during the year ended June 30, 2021. Operating revenues increased by \$0.792 million, primarily due to an increase in fuel sales and related services of \$0.749 million. Nonoperating revenues decreased by \$5.764 million due to \$5.566 million less received in grant revenues relating to the Airport Improvement Program which was primarily completed in the prior year.

Total expenses increased by \$2.430 million to \$12.953 million during the year ended June 30, 2022, from \$10.523 million during the year ended June 30, 2021. The primary reasons were the increase of \$1.245 million in direct expenses, higher general and administrative expenses of \$1.039 million, and an offsetting decrease in depreciation of \$0.072 million.

**Table C**  
**Capital Assets**  
**June 30, 2022 and 2021**  
**(in thousands)**

	<u>2022</u>	<u>2021</u>	<u>Dollar Change</u>	<u>Percentage Change</u>
Land	\$ 6,500	\$ 6,484	\$ 16	0%
Buildings and structures	14,011	13,878	133	1%
Furniture and equipment	5,617	5,343	274	5%
Infrastructure	50,796	50,663	133	0%
Construction in progress	<u>10,200</u>	<u>8,102</u>	<u>2,098</u>	26%
Total capital assets	87,124	84,470	2,654	3%
Less accumulated depreciation	<u>41,814</u>	<u>39,342</u>	<u>2,472</u>	6%
Total net capital assets	<u>\$ 45,310</u>	<u>\$ 45,128</u>	<u>\$ 182</u>	0%

As of June 30, 2022, the District had invested \$45.310 million in capital assets. Net capital assets increased by \$0.182 million from \$45.128 million at June 30, 2021, due to acquisitions of capital assets and completion of infrastructure projects. Significant capital asset increases during the year ended June 30, 2022, include \$1.267 million expended to for the Taxiway C project.

#### **Budgetary Comparison**

The following table is a comparison of the Board approved budget for 2022 against actual results.

**Table D**  
**Revised Budget vs. Actual Comparison**  
**For the Year Ended June 30, 2022**  
**(in thousands)**

	<u>Actual</u>	<u>Revised Budget</u>	<u>Difference</u>	<u>Percentage Difference</u>
Operating revenue	\$ 11,081	\$ 7,555	\$ 3,526	47%
Nonoperating revenue	<u>2,954</u>	<u>720</u>	<u>2,234</u>	310%
Total revenues	<u>14,035</u>	<u>8,275</u>	<u>5,760</u>	70%
Operating expenses	10,397	6,943	3,454	50%
Depreciation expense	<u>2,556</u>	<u>2,600</u>	<u>(44)</u>	-2%
Total expenses	<u>12,953</u>	<u>9,543</u>	<u>3,410</u>	36%
Change in net position	<u>\$ 1,082</u>	<u>\$ (1,268)</u>	<u>\$ 2,350</u>	185%

Actual total revenues were above budgeted revenues for 2022 by \$5.760 million mainly due to higher than anticipated fuel sale revenues of \$0.823 million, rent and lease revenues of \$1.587 million, and property tax revenue of \$0.127 million.

Actual total operating expenses, exclusive of depreciation, came out \$3.454 million above budgeted operating expenses primarily due to higher than anticipated repair and maintenance expenses of \$0.151 million and a higher than budgeted amount fuel purchased for sales of \$1.247 million.

The annual budget is presented and approved by the District's Board each June with revisions presented and approved when appropriate to accommodate changes in conditions.

### **Contacting the District Management**

This financial report is designed to provide our customers and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District at:

Mojave Air and Space Port  
1434 Flight Line  
Mojave, California 93501

## **BASIC FINANCIAL STATEMENTS**

**MOJAVE AIR AND SPACE PORT  
STATEMENT OF NET POSITION  
JUNE 30, 2022  
(WITH COMPARATIVE TOTALS)**

	2022	2021
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 10,088,224	\$ 9,492,833
Receivables		
Accounts Receivable, Net of Allowance for Doubtful Accounts	453,194	230,755
Other Receivables	476,590	2,917,911
Fuel Inventory	406,370	208,437
Prepaid Expenses	92,141	79,114
Total Current Assets	11,516,519	12,929,050
Capital Assets, Net of Accumulated Depreciation	45,310,764	45,128,196
Leases receivable	51,351,897	53,485,145
<b>Total Long-Term Assets</b>	<b>96,662,661</b>	<b>98,613,341</b>
<b>Total Assets</b>	<b>108,179,180</b>	<b>111,542,391</b>
<b>Total Deferred Outflows of Resources</b>		
Deferred Outflows - OPEB Plan	250,000	250,000
Deferred Outflows - CalPERS Pension Plan	598,662	450,008
Total Deferred Outflows of Resources	848,662	700,008
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 109,027,842</b>	<b>\$ 112,242,399</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 859,108	\$ 3,722,074
Accrued Liabilities	82,767	68,784
Customer Deposits	149,483	86,877
Compensated Absences	90,138	81,806
Total Current Liabilities	1,181,496	3,959,541
<b>Long-Term Liabilities</b>		
Net OPEB Liability	2,934,800	3,963,000
Net Pension Liability	3,445,568	4,986,860
Total Long-Term Liabilities	6,380,368	8,949,860
Total Liabilities	7,561,864	12,909,401
<b>Deferred Inflows of Resources</b>		
Deferred Leases	51,351,897	53,485,145
Deferred Inflows - OPEB Plan	2,295,206	2,220,114
Deferred Inflows - CalPERS Pension Plan	3,400,947	291,961
Total Deferred Inflows of Resources	57,048,050	55,997,220
<b>Net Position</b>		
Net Investment in Capital Assets	96,662,661	45,128,196
Unrestricted	(52,244,733)	(1,792,418)
Total Net Position	44,417,928	43,335,778
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>	<b>\$ 109,027,842</b>	<b>\$ 112,242,399</b>

The accompanying notes to the basic financial statements are an integral part of these statements.

**MOJAVE AIR AND SPACE PORT  
STATEMENT OF REVENUES AND EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2022  
(WITH COMPARATIVE TOTALS)**

	2022	2021
<b>Operating Revenues</b>		
Rents and Leases	\$ 6,126,897	\$ 6,118,386
Landing Area	4,497,566	3,748,248
Non-Aviation Activities	443,128	414,789
Other Buildings and Areas	13,245	7,523
<b>Total Operating Revenues</b>	<b>11,080,836</b>	<b>10,288,946</b>
<b>Operating Expenses</b>		
Direct Expenses	4,966,216	3,720,309
General Shop and Equipment	1,513,439	1,303,922
General and Administrative	3,917,477	2,878,131
Depreciation Expense	2,555,986	2,621,285
<b>Total Operating Expenses</b>	<b>12,953,118</b>	<b>10,523,647</b>
<b>Operating (Loss) Income</b>	<b>(1,872,282)</b>	<b>(234,701)</b>
<b>Nonoperating Income (Loss)</b>		
Interest Income	1,038,417	1,035,518
Tax Revenues	777,540	689,654
Grant Revenues	1,267,875	6,834,263
Gain (Loss) on Sale of Asset	(3,336)	3,488
CERBT Gain	(126,833)	91,480
Other Income	769	63,910
<b>Total Nonoperating Income (Loss)</b>	<b>2,954,432</b>	<b>8,718,313</b>
<b>Change in Net Position</b>	<b>\$ 1,082,150</b>	<b>\$ 8,483,612</b>

The accompanying notes to the basic financial statements are an integral part of these statements.

**MOJAVE AIR AND SPACE PORT  
STATEMENT OF CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2022  
(WITH COMPARATIVE TOTALS)**

<b>Balance, June 30, 2020</b>	\$ 34,852,166
Change in Net Position	<u>8,483,612</u>
<b>Balance, June 30, 2021</b>	43,335,778
Change in Net Position	<u>1,082,150</u>
<b>Balance, June 30, 2022</b>	<u><u>\$ 44,417,928</u></u>

The accompanying notes to the basic financial statements are an integral part of these statements.

**MOJAVE AIR AND SPACE PORT  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2022  
(WITH COMPARATIVE TOTALS)**

	2022	2021
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from Customers	\$ 10,921,003	\$ 11,486,466
Payments to Employees	(12,042,133)	(8,590,167)
Payments to Suppliers for Goods and Services	(5,418,952)	625,284
Other Operating Cash Receipts and Disbursements, Net	2,345,026	2,583,450
Net Cash (Used) Provided by Operating Activities	(4,195,056)	6,105,033
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Proceeds from Grants	3,713,627	3,919,762
Payments for Acquisition and Construction of Capital Assets	(2,741,890)	(8,051,891)
Net Cash Provided (Used) by Capital and Related Financing Activities	971,737	(4,132,129)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest Income	1,033,986	50,467
Net Cash Provided by Investing Activities	1,033,986	50,467
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Tax Revenues	777,540	689,654
Other (Loss) Income	(126,064)	155,390
Net Cash Provided by Noncapital Financing Activities	651,476	845,044
<b>Net Increase in Cash and Cash Equivalents</b>	(1,537,857)	2,868,415
<b>Cash and Cash Equivalents at Beginning of Year</b>	9,492,833	6,624,418
<b>Cash and Cash Equivalents at End of Year</b>	\$ 7,954,976	\$ 9,492,833
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating Income (Loss)	\$ (1,872,282)	\$ 770,795
Adjustments to Reconcile Operating Income (Loss) to Net Cash (Used) Provided by Operating Activities		
Depreciation	2,555,986	2,621,285
Changes in Operating Assets, Liabilities, and Other Income:		
(Increase) Decrease in:		
Accounts Receivable	(222,439)	170,511
Prepays	(13,027)	1,022
Fuel Inventory	(197,933)	(22,857)
Increase (Decrease) in:		
Accounts Payable	(2,862,966)	3,246,569
Accrued Liabilities	13,983	11,055
Compensated Absences	8,332	(30,779)
Deferred Pensions	902,176	(693,748)
Customer Deposits	62,606	21,513
Due to Other Governments	-	(16,000)
Net OPEB Liability	(1,028,200)	(198,800)
Net Pension Liability	(1,541,292)	224,467
Net Cash (Used) Provided by Operating Activities	\$ (4,195,056)	\$ 6,105,033

The accompanying notes to the basic financial statements are an integral part of these statements.



**MOJAVE AIR AND SPACE PORT  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2022  
WITH COMPARATIVE TOTALS**

**NOTE 1 – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. Nature of District's Activities

Mojave Air and Space Port (the District) was incorporated on February 24, 1972, under the provisions of the Public Utilities Code, Division 9, Part 2, beginning with Section 22002. The first District meeting was held on February 28, 1972. On November 15, 1972, Kern County Airport No. 7 was transferred from the County of Kern (the County) to the District and the Airport name was changed to the Mojave Airport. On November 1, 1974, the District's name was changed to East Kern Airport District. On November 20, 2012, the District's name was changed to Mojave Air and Space Port.

The District's mission is to foster and maintain a recognized aerospace presence with a principal focus as the world's premier civilian aerospace test center while seeking compatible diverse business and industry.

B. Basis of Accounting and Financial Reporting

The accompanying basic financial statements have been prepared on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized when incurred regardless of the timing of cash payments or receipts.

When the District has both unrestricted and restricted resources available for District purposes, it is the District's practice to first expend restricted resources, subsequently utilizing unrestricted resources as needed.

The District utilizes a net position presentation in accordance with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. Net position is categorized as net investment in capital assets, restricted components of net position, and unrestricted components of net position. These categories are defined as follows.

*Net investment in capital assets* - This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and the deferred outflow of advanced refunding of bonds, reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.

*Restricted components of net position* - This component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported.

*Unrestricted components of net position* - This component of net position is the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

**NOTE 1 – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
(Continued)

C. Fund Accounting

The District utilizes an enterprise method to account for its operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis, be financed or recovered primarily through user charges or, (b) where the governing body has decided that periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with an enterprise fund's principal ongoing operations. The principal operating revenues of the District are charges for the leasing of the District's facilities. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

D. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

E. Revenue Recognition

Property tax revenue is recognized in the fiscal year for which the taxes have been levied, providing they become available. Available means then due, or past due and receivable within the current period and collected within the current period or expected to be collected soon thereafter (not to exceed 60 days) to be used to pay liabilities of the current period. The County collects the District's property taxes.

Grants are recognized as revenue in the accounting period when they become susceptible to accrual (i.e., both measurable and available).

F. Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from balances outstanding at year-end. Management provides for uncollectable accounts through a charge to earnings and a credit to an allowance for doubtful accounts based on its assessment of the current status of individual accounts. Balances still outstanding after management has used reasonable collection efforts are written off through a charge to the allowance for doubtful accounts and a credit to accounts receivable. The allowance for doubtful accounts was \$0 and \$6,294 as of June 30, 2022 and 2021, respectively.

G. Fuel Inventory

Fuel inventory is carried at cost on a first-in, first-out (FIFO) basis on a moving average basis. Physical inventories are taken on a monthly basis.

**NOTE 1 – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
(Continued)

H. Capital Assets

Capital assets are defined by the District as assets with an individual cost of more than \$5,000 and an estimated life greater than two years. The District's capital assets are recorded at cost. Depreciation is computed using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings and Structures	5-40
Furniture and Equipment	5-30
Infrastructure	5-40

Maintenance and repairs of capital assets are charged to operations and major improvements are capitalized. Upon retirement, sale, or other disposition of capital assets, the cost and accumulated depreciation are eliminated from the accounts and the gain or loss is included in operations.

I. Compensated Absences

The District's established vacation policy states that vacation time not used by the end of the year may be carried over as unused vacation hours, not to exceed 240 hours. Employees who have reached 200 hours are permitted to cash-out up to two weeks of vacation hours in one week increments within a fiscal year by completing the request form. Employees who have an exigent circumstance can request a cash out of unused vacation with approval from the CEO/General Manager.

Employees who work full-time for the District for at least 30 days in a 12 month period are eligible to accrue 1.54 hours of sick leave for each pay period, up to a maximum of 80 hours. Upon retirement, full-time employees with at least 5 years but less than 10 years of service shall be paid 50% of accumulated unused sick time, and full-time employees with 10 or more years of service shall be paid 100% of accumulated unused sick, paid at the employee's salary rate at the time of retirement.

J. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System (CalPERS) plans and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

K. Deferred Outflows/Inflows of Resources

The District reports increases/decreases in net position that relate to future periods as deferred outflows/inflows of resources in separate sections of the statement of net position. Deferred outflows of resources reported in the statement of net position are the results of the employer contributions made to the pension plan after the measurement date and will be recognized as a reduction of the net pension liability in the following year. Deferred inflows of resources are the results of actuarially determined amounts corresponding to the net pension liability that are amortized over an estimated life as part of pension expense.

**NOTE 1 – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
(Continued)

L. Cash and Cash Equivalents

For purposes of reporting cash flows, the District considers cash equivalents to be all highly liquid debt instruments purchased with a maturity of three months or less. Cash and cash equivalents included the following at June 30, 2022 and 2021:

	2022	2021
Cash Deposits with Financial Institutions	\$ 3,343,908	\$ 3,672,652
Deposits with the County Treasurer	1,806,041	1,016,735
Deposits with Local Agency Investment Fund (LAIF)	4,188,240	4,176,579
California Employees' Retiree Benefit Trust (CERBT) Fund	749,840	626,672
Cash on Hand (Petty Cash)	195	195
	\$ 10,088,224	\$ 9,492,833

The District invests any excess funds not needed for immediate needs into the State of California managed LAIF. The LAIF is a permitted investment by both State law and the District's investment policy. Created by state statute, the LAIF is a component of a pooled money program that is administered by the State Treasurer's Office. The fund has regulatory oversight from the Local Investment Advisory Board, which is comprised of the State Treasurer as Chair, the State Controller, and the Director of Finance. As the LAIF does not make share-value adjustments due to immaterial differences between fair value and cost, the District's cost basis in the fund is reflected in cash and cash equivalents on the statement of net position.

Cash funds deposited with the State Treasurer's Office are in a pooled money fund. Cash funds are then pooled with other agencies throughout California. Investments are made in accordance with California Government Code Sections 16430 and 16480. Cash funds are also deposited with the County and are appropriately collateralized by cash, investments, and securities.

M. Custodial Credit Risk

Custodial credit risk of deposits is the risk that, in the event of a bank failure, the District's deposits may not be returned. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure of custodial credit risk for deposits and investments, other than the following provision for deposits: the California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure District deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. At June 30, 2022 and 2021, the District had no risk associated with custodial assets.

N. Fair Value Measurements

In accordance with GASB Statement No. 72, investments in the County Treasurer's Investment Pools are not subject to the three tiered fair value hierarchy: Level 1, Level 2, and Level 3. The three-tiers are defined as follows:

Level 1 – reflect unadjusted quoted prices in active markets for identical assets.

Level 2 – reflect inputs that are based on a similar observable asset either directly or indirectly.

Level 3 – reflect unobservable inputs.

**NOTE 1 – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
(Continued)

N. Fair Value Measurements (Continued)

The District has no recurring fair value measurements as of June 30, 2022.

**Treasury Pool Income and Participant Withdrawals**

Treasury Pool investments are accounted for in accordance with the provisions of GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, which requires governmental entities to report certain investments at fair value in the balance sheet and the statement of net position and recognize the corresponding change in value of investments in the year in which the change occurred. The value of the participant's shares in the Treasury Pool that may be withdrawn is determined on an amortized cost basis, which is different from the fair value of the participant's position in the Treasury Pool. The fair value fluctuates with interest rates, and increasing rates could cause the value to decline below original cost; however, County management believes the liquidity in the portfolio is more than adequate to meet cash flow requirements and to preclude the County from having to sell investments below original cost for that purpose.

O. Disclosures Relating to Interest Rate Risk and Credit Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Both the deposits with the County and the LAIF have no maturity.

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County and LAIF do not have a rating provided by a nationally recognized statistical rating organization.

P. Cash Flows

GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, states for purposes of preparing the statement of cash flows, all transactions that are not classified as capital and related financing activities, noncapital financing activities, or investing activities are classified as operating activities. The adjustments to reconcile operating income to net cash provided by operating activities include tax revenues and other income.

Q. Governmental Accounting Standards Board Update

The District adopted the following GASB Statement during the current year:

**GASB Statement No. 87 – Leases.** This statement increases the usefulness of governments' financial statements by requiring recognition of certain leased assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use leased asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. As this statement is applied retroactively, the table below summarizes the net impact of implementing GASB Statement No. 87 to beginning balances:

**NOTE 1 – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
(Continued)

Q. Governmental Accounting Standards Board Update (Continued)

	Impact to Beginning Net Position for Fiscal Year Ended 2021
Long-Term Lease Receivable	\$ 53,485,145
Deferred Inflow of Resources	<u>(53,485,145)</u>
Net Restatement	<u>\$ -</u>

GASB Statements affecting future years are as follows:

**GASB Statement No. 91 – Conduit Debt Obligations.** The requirements of this statement are effective for reporting periods beginning after December 15, 2021. The District has not fully judged the impact of implementation of GASB Statement No. 91 on the basic financial statements.

**GASB Statement No. 94 – Public-Private and Public-Public Partnerships and Availability Payment Arrangements.** The requirements of this statement are effective for reporting periods beginning after June 15, 2022. The District has not fully judged the impact of implementation of GASB Statement No. 94 on the basic financial statements.

**GASB Statement No. 96 – Subscription-Based Information Technology Arrangements.** The requirements of this statement are effective for reporting periods beginning after June 15, 2022. The District has not fully judged the impact of implementation of GASB Statement No. 96 on the basic financial statements.

**GASB Statement No. 99 – Omnibus 2022.** The requirements of this statement relating to leases, Paycheck Protection Program (PPP) loans, and Subscription-Based Technology Arrangements (SBITAs) are effective for reporting periods beginning after June 15, 2022. The requirements relating to financial guarantees and the classification and reporting of derivative instruments are effective for fiscal years beginning after June 15, 2023. The District has not fully judged the impact of implementation of GASB Statement No. 99 on the basic financial statements.

**GASB Statement No. 100 – Accounting Changes and Error Corrections.** The requirements of this statement are effective for reporting periods beginning after June 15, 2023. The District has not fully judged the impact of implementation of GASB Statement No. 100 on the basic financial statements.

**GASB Statement No. 101 – Compensated Absences.** Requirements of this statement are effective for reporting periods beginning after December 31, 2023. The District has not fully judged the impact of implementation of GASB Statement No. 101 on the basic financial statements.

## NOTE 2 – CAPITAL ASSETS

The following is a summary of changes in the District's capital assets for the years ended June 30, 2022 and 2021, for comparison purposes:

	Balance June 30, 2021	Additions	Retirements	Transfers	Balance June 30, 2021
Capital Assets Not Being Depreciated					
Land	\$ 6,483,883	\$ 16,207	\$ -	\$ -	\$ 6,500,090
Construction in Progress	8,102,408	2,178,298	-	(80,375)	10,200,331
Total Capital Assets Not Being Depreciated	14,586,291	2,194,505	-	(80,375)	16,700,421
Capital Assets Being Depreciated					
Buildings and Structures	13,878,113	139,770	(6,026)	-	14,011,857
Furniture and Equipment	5,342,860	350,150	(75,857)	-	5,617,153
Infrastructure	50,663,449	137,968	(5,179)	-	50,796,238
Total Capital Assets Being Depreciated	69,884,422	627,888	(87,062)	-	70,425,248
Accumulated Depreciation					
Buildings and Structures	9,108,729	443,548	(2,562)	-	9,549,715
Furniture and Equipment	4,047,925	319,145	(75,857)	-	4,291,213
Infrastructure	26,185,863	1,793,293	(5,179)	-	27,973,977
Total Accumulated Depreciation	39,342,517	2,555,986	(83,598)	-	41,814,905
Total Capital Assets, Net of Depreciation	\$ 45,128,196	\$ 266,407	\$ (3,464)	\$ (80,375)	\$ 45,310,764
	Balance June 30, 2020	Additions	Retirements	Transfers	Balance June 30, 2021
Capital Assets Not Being Depreciated					
Land	\$ 6,381,298	\$ 102,585	\$ -	\$ -	\$ 6,483,883
Construction in Progress	1,166,390	7,622,934	-	(686,916)	8,102,408
Total Capital Assets Not Being Depreciated	7,547,688	7,725,519	-	(686,916)	14,586,291
Capital Assets Being Depreciated					
Buildings and Structures	13,551,980	326,133	-	-	13,878,113
Furniture and Equipment	4,959,106	427,837	(44,083)	-	5,342,860
Infrastructure	50,518,702	144,747	-	-	50,663,449
Total Capital Assets Being Depreciated	69,029,788	898,717	(44,083)	-	69,884,422
Accumulated Depreciation					
Buildings and Structures	8,664,796	430,794	-	13,139	9,108,729
Furniture and Equipment	3,766,307	321,073	(41,416)	1,961	4,047,925
Infrastructure	24,452,271	1,869,418	-	(135,826)	26,185,863
Total Accumulated Depreciation	36,883,374	2,621,285	(41,416)	(120,726)	39,342,517
Total Capital Assets, Net of Depreciation	\$ 39,694,102	\$ 6,002,951	\$ (2,667)	\$ (566,190)	\$ 45,128,196

**NOTE 2 – CAPITAL ASSETS** (Continued)

Construction in progress consisted of the following projects as of June 30, 2022:

	2022	2021
Airfield Light Vault Generator	\$ 70,011	\$ -
EV Station	2,408	-
GA Pavement	235,680	-
Gate A41 and 52 Controllers	18,254	-
License Plate Reader	15,213	-
North Perimeter Road	35,319	16,233
Pump House	-	9,893
Plotter	7,383	-
RW 12-30	613,144	532,027
Sabovich & Roper Waterline Improvement	16,003	16,003
SCADA Upgrade	186,899	-
Hangar 927	120,000	-
Solar Infrastructure	80,000	-
Tower Radio Redundancy	-	70,483
Taxiway C Rehab	8,800,017	7,457,769
	<u>\$ 10,200,331</u>	<u>\$ 8,102,408</u>

**NOTE 3 – RENTS AND LEASES*****Leases Receivable in Accordance with GASB Statement No. 87***

The District receives income from the rental of land, buildings, and hangars. Lease types include month-to-month, general long-term operating and regulated long-term capital as defined by GASB Statement No. 87. Long-term leases consist of fixed terms greater than one year. The District recognizes lease revenues in four categories: Ground, Hanger, Building, and Terminal. Specific lease revenues (e.g., Ground, Hanger, Building, and Terminal) were reclassified from long-term operating to GASB Statement No. 87 capital leases.

Lease receivables and deferred leases income for the years ended June 30, 2022 and 2021, were \$996,349 and \$1,005,496, respectively. The District uses an estimated discount rate based on its most recent debt financing to apply for the GASB Statement No. 87 lease receivable.

The table below summarizes total remaining lease payments, GASB Statement No. 87 lease receivables/deferred lease inflows and lease interest receivable as of June 30, 2022:

Years Ending June 30	Lease Receivable	Lease Interest	Total Lease Payments
2023	\$ 3,393,325	\$ 961,857	\$ 4,355,182
2024	3,206,228	914,631	4,120,859
2025	3,006,082	869,447	3,875,529
2026	2,906,047	824,809	3,730,856
After 2027	38,840,215	11,002,313	49,842,528
Total	<u>\$ 51,351,897</u>	<u>\$ 14,573,057</u>	<u>\$ 65,924,954</u>



**NOTE 3 – RENTS AND LEASES** (Continued)

***Regulated Leases Excluded by GASB Statement No. 87***

A significant portion of the District's revenue comes from regulated leases of which the District is the lessor. Regulated leases as defined by the Department of Transportation and the Federal Aviation Administration and outlined in GASB Statement No. 87 paragraphs 42 and 43 are specially excluded.

The District leases buildings, land, and hangars to various businesses and individuals with month-to-month arrangements or under long-term leases with terms from 1 - 30 years. Rental revenues from regulated leases excluded by GASB Statement No. 87, including month-to-month leases, were \$2,176,197 for the year ended June 30, 2022. Prior to the implementation of GASB Statement No. 87, rental revenues from these leases, previously reported as operating leases, were \$2,471,208 for the year ended June 30, 2021.

Future minimum rental receipts on regulated leases excluded by GASB Statement No. 87 are as follows:

Years Ending June 30	Amount
2023	\$ 2,241,483
2024	2,308,727
2025	2,377,989
2026	2,176,198
After 2027	-
Total	<u>\$ 9,104,397</u>

**NOTE 4 – RETIREMENT PLANS**

**CalPERS**

A. Plan Description

The District participates in the Public Agency portion of CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. The District offers four defined benefit pension plans, the Miscellaneous Plan of the Mojave Air and Space Port (Miscellaneous) and the Safety Plan of the Mojave Air and Space Port (Safety). All employees hired after January 1, 2013, are placed in the California Public Employees' Pension Reform Act (PEPRA) Miscellaneous Plan or Safety Plan of the Mojave Air and Space Port. All plans are cost-sharing multiple-employer defined benefit pension plans. All qualified permanent and probationary employees are eligible to participate in the District's Miscellaneous and Safety Plans (Plans). Benefit provisions under the Plans are established by State statute and District resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

**NOTE 4 – RETIREMENT PLANS** (Continued)

**CalPERS** (Continued)

**B. Benefits Provided**

CalPERS provides service retirement and disability benefits, annual cost of living adjustments (COLA), and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The COLAs for each plan are applied as specified by the California Public Employees' Retirement Law (PERL).

The Plans' provisions and benefits in effect at June 30, 2022, are summarized as follows:

	Miscellaneous	Safety	Miscellaneous PEPRA	Safety PEPRA
Benefit Formula	2.7% @ 55	2.0% @ 50	2.0% @ 62	2.7% @ 57
Benefit Vesting Schedule	5 years service	5 years service	5 years service	5 years service
Benefit Payments	Monthly for life	Monthly for life	Monthly for life	Monthly for life
Retirement Age	50-55	50	52-62	50-57
Monthly Benefits, as a Percentage of Eligible Compensation	2.0% to 2.7%	3.0%	1.0% to 2.5%	3.0%
Required Employee Contribution Rates	8.00% *	9.00% *	7.25%	15.25%
Required Employer Contribution Rates	16.61%	26.84%	8.01%	15.65%

\* The District pays the required employee contributions on behalf of the employees.

**C. Contributions**

Section 20814(c) of the PERL required that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for all Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the years ended June 30, 2022 and 2021, the contributions recognized as part of pension expense for each Plan were as follows:

2022	Miscellaneous	Safety	Miscellaneous PEPRA	Safety PEPRA	Total
Contributions - Employer	\$ 4,362	\$ -	\$ 9,665	\$ -	\$ 14,027
Contributions - Employee	2,099	-	8,769	-	10,868
Contributions - Side Fund	446,359	57,260	6,409	145	510,173
	<u>\$ 452,820</u>	<u>\$ 57,260</u>	<u>\$ 24,843</u>	<u>\$ 145</u>	<u>\$ 535,068</u>

  

2021	Miscellaneous	Safety	Miscellaneous PEPRA	Safety PEPRA	Total
Contributions - Employer	\$ 43,826	\$ 7,264	\$ 88,660	\$ 3,044	\$ 142,794
Contributions - Employee	19,287	2,448	78,782	2,902	103,419
Contributions - Side Fund	348,115	44,439	5,350	51	397,955
	<u>\$ 411,228</u>	<u>\$ 54,151</u>	<u>\$ 172,792</u>	<u>\$ 5,997</u>	<u>\$ 644,168</u>

**NOTE 4 – RETIREMENT PLANS** (Continued)

**CalPERS** (Continued)

**D. Pension Liabilities, Pension Expense, and Pension Deferred Outflows/Inflows of Resources**

As of June 30, 2022 and 2021, the District reported net pension liabilities for its proportionate share of the net pension liability of each Plan as follows:

	<u>2022</u>	<u>2021</u>
Miscellaneous*	\$ 2,972,655	\$ 4,365,253
Safety*	<u>472,913</u>	<u>621,607</u>
	<u>\$ 3,445,568</u>	<u>\$ 4,986,860</u>

\* During the years ended June 30, 2022 and 2021, amounts from the PEPRA Miscellaneous Plan and PEPRA Safety Plan are included in the Miscellaneous and Safety Plans.

The District's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2020 (for year ended June 30, 2021) and June 30, 2021 (for year ended June 30, 2022), and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019, rolled forward to June 30, 2020, for June 30, 2021 year-end and as of June 30, 2020, rolled forward to June 30, 2021, for June 30, 2022 year-end using standard update procedures. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

	<u>Miscellaneous*</u>	<u>Safety*</u>
Proportion - June 30, 2021	0.10349%	0.00933%
Proportion - June 30, 2022	<u>0.15655%</u>	<u>0.01348%</u>
Change - Increase (Decrease)	<u>-0.05306%</u>	<u>-0.00415%</u>
	<u>Miscellaneous*</u>	<u>Safety*</u>
Proportion - June 30, 2020	0.10421%	0.00944%
Proportion - June 30, 2021	<u>0.10349%</u>	<u>0.00933%</u>
Change - Increase (Decrease)	<u>0.00072%</u>	<u>0.00011%</u>

\* During the years ended June 30, 2022 and 2021, amounts from the PEPRA Miscellaneous Plan and PEPRA Safety Plan are included in the Miscellaneous and Safety Plans.

**NOTE 4 – RETIREMENT PLANS** (Continued)

**CalPERS** (Continued)

**D. Pension Liabilities, Pension Expense, and Pension Deferred Outflows/Inflows of Resources**  
(Continued)

For the years ended June 30, 2022 and 2021, the District recognized pension expense of \$1,591,984 and \$115,036, respectively. At June 30, 2022 and 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
2022		
Pension contributions subsequent to measurement date	\$ 172,946	\$ -
Difference between employer's contributions and proportionate share of contributions	11,567	(321,530)
Differences between actual and expected experience	414,148	-
Changes in assumptions	-	-
Change in employer's proportions	-	(202,972)
Net differences between projected and actual earnings on plan investments	-	(2,876,445)
<b>Total</b>	<b><u>\$ 598,661</u></b>	<b><u>\$ (3,400,947)</u></b>
2021		
Pension contributions subsequent to measurement date	\$ 11,751	\$ -
Difference between employer's contributions and proportionate share of contributions	21,912	(163,771)
Differences between actual and expected experience	273,157	-
Changes in assumptions	-	(33,206)
Change in employer's proportions	-	(94,984)
Net differences between projected and actual earnings on plan investments	143,188	-
<b>Total</b>	<b><u>\$ 450,008</u></b>	<b><u>\$ (291,961)</u></b>

The \$172,946 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred inflows and outflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ended June 30,</u>	
2023	\$ (705,148)
2024	(731,295)
2025	(744,215)
2026	(794,574)
2027	-
Thereafter	-
	<b><u>\$ (2,975,232)</u></b>

**NOTE 4 – RETIREMENT PLANS** (Continued)

**CalPERS** (Continued)

**E. Actuarial Assumptions**

The total pension liabilities in the June 30, 2020 actuarial valuations were determined using the following actuarial assumptions:

	Miscellaneous	Safety	Miscellaneous PEPRA	Safety PEPRA
Valuation Date	June 30, 2020	June 30, 2020	June 30, 2020	June 30, 2020
Measurement Date	June 30, 2021	June 30, 2021	June 30, 2021	June 30, 2021
Actuarial Cost Method	Entry-Age Normal Cost Method	Entry-Age Normal Cost Method	Entry-Age Normal Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:				
Discount Rate	7.15%	7.15%	7.15%	7.15%
Inflation Rate	2.50%	2.50%	2.50%	2.50%
Payroll Growth	2.75%	2.75%	2.75%	2.75%
Projected Salary Increase	Varies by Entry Age and Service	Varies by Entry Age and Service	Varies by Entry Age and Service	Varies by Entry Age and Service
Investment Rate of Return	7.15%	7.15%	7.15%	7.15%
Mortality	*	*	*	*
Post-retirement Benefit Increase	**	**	**	**

\* Derived using CalPERS membership data for all funds.

\*\* Contract COLA up to 2.5% until Purchasing Power Protection Allowance Floor on Purchasing Power applies.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2020 valuation were based on the results of a December 2017 actuarial experience study for the period 1997-2015. Further details on the Experience Study can be found on the CalPERS website.

The discount rate used to measure the total pension liability was 7.15% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each Plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long-term expected discount rate of 7.15% will be applied to all plans in the California Public Employees' Retirement Fund. The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

According to paragraph 30 of GASB Statement No. 68, the long-term discount rate should be determined net of pension plan investment expense without reduction for pension plan administrative expense.

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management review cycle that is scheduled to be completed in July 2022. Any changes to this discount rate will require CalPERS Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB Statement No. 67 and Statement No. 68 calculations through at least the 2021-2022 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time the methodology is changed.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major class.

**NOTE 4 – RETIREMENT PLANS** (Continued)

**CalPERS** (Continued)

E. Actuarial Assumptions (Continued)

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest 0.25%.

The table below reflects the long-term expected real rate of return by asset class for all the Plans. The rate of the return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return Years 1-10 (a)	Real Return Years 11+ (b)
Global Equity	50.00%	4.80%	5.98%
Global Fixed Income	28.00%	1.00%	2.62%
Inflation Assets	0.00%	0.77%	1.81%
Private Equity	8.00%	6.30%	7.23%
Real Assets	13.00%	3.75%	4.93%
Liquidity	1.00%	0.00%	-0.92%
	<u>100.00%</u>		

(a) An expected inflation of 2.00% used for this period.

(b) An expected inflation of 2.92% used for this period.

F. Sensitivity of the District's Proportionate Share of the Net Pension Liability

The following presents the District's proportionate share of the net pension liability using the discount rate of 7.15%, as well as what the District's proportionate share of the net pension liability would be at June 30, 2022, if it were calculated using a discount rate that is 1-percentage-point lower (6.15%) or 1-percentage-point higher (8.15%) than the current rate:

2022	Discount Rate -1% 6.15%	Current Discount Rate 7.15%	Discount Rate +1% 8.15%
Employer's Net Pension Liability - <b>Miscellaneous</b>	\$ 4,834,686	\$ 2,972,655	\$ 1,433,341
Employer's Net Pension Liability - <b>Safety</b>	697,302	472,913	288,604
Employer's Net Pension Liability - <b>Total</b>	<u>\$ 5,531,988</u>	<u>\$ 3,445,568</u>	<u>\$ 1,721,945</u>
2021	Discount Rate -1% 6.15%	Current Discount Rate 7.15%	Discount Rate +1% 8.15%
Employer's Net Pension Liability - <b>Miscellaneous</b>	\$ 6,175,838	\$ 4,365,253	\$ 2,869,223
Employer's Net Pension Liability - <b>Safety</b>	837,677	621,607	444,304
Employer's Net Pension Liability - <b>Total</b>	<u>\$ 7,013,515</u>	<u>\$ 4,986,860</u>	<u>\$ 3,313,527</u>

**NOTE 4 – RETIREMENT PLANS** (Continued)

**CalPERS** (Continued)

G. Side Funds

When the District joined the Plans, CalPERS created an employer side fund to cover the cost of purchasing qualifying employees' prior years' experience to account for the difference between the funded status of the Plan and the funded status of the retirement pool. A positive side fund will cause employer contributions to be reduced by the amortization of the side fund, while a negative side fund will cause employer contributions to increase by the amortization of the side fund. As of June 30, 2022, the District's actuarial value of assets was less than the present value of the benefits which resulted in a negative side fund of \$572,301 for the Miscellaneous Plan and \$72,058 for the Safety Plan.

**Other Post-Employment Benefits (OPEB)**

A. Plan Description

The District provides certain post-employment health care benefits in accordance with District policy to retired employees age 50 or older who were active members of CalPERS for at least five years, their dependents, and retired directors who were first elected before January 1, 1995, who served the District for at least 12 years, and their dependents. The benefits are available until death for both the participants and their spouse.

Employees hired after October 1, 2017, will be eligible for health benefits based on the resolution with CalPERS vesting schedule. Based on their years of CalPERS service with the District, annuitants would be eligible to receive a percentage of the 100/90 formula amounts from the employer as follows:

<u>Credited Years of CalPERS Service</u> <u>(5 of which must be performed at your agency)</u>	<u>Percentage of</u> <u>Contribution</u>
10	50%
11	55%
12	60%
13	65%
14	70%
15	75%
16	80%
17	85%
18	90%
19	95%
20+	100%

B. Contributions

The contribution requirements of plan members and the District are established and may be amended by the District's Board. Currently, contributions are not required from plan members. The District pays for post-employment health insurance on a pay-as-you go basis.

**NOTE 4 – RETIREMENT PLANS** (Continued)**Other Post-Employment Benefits (OPEB)** (Continued)C. Net OPEB Liability (NOL)

NOL at the end of June 30, 2022 and 2021, is as follows:

Reporting Date	June 30, 2022	June 30, 2021
Measurement Date	June 30, 2021	June 30, 2020
Valuation Date	June 30, 2020	June 30, 2019
Discount Rate	7.59%	7.59%
Return on Assets	7.59%	7.59%
<u>Participant Count</u>		
Current Retirees	20	17
Active Employees	23	22
Total	43	39
<u>Actuarial Present Value of Benefits (APVB)</u>		
Current Retirees	\$ 2,669,900	\$ 3,100,200
Active Employees	1,649,200	1,968,400
Total	\$ 4,319,100	\$ 5,068,600
<u>Total OPEB Liability (TOL)</u>		
Current Retirees	\$ 2,669,900	\$ 3,100,200
Active Employees	891,600	1,148,000
Total	\$ 3,561,500	\$ 4,248,200
Fiduciary Net Position (FNP) = Market Value of Assets	\$ 626,700	\$ 285,200
Net OPEB Liability (NOL) = TOL - FNP	\$ 2,934,800	\$ 3,963,000



**NOTE 4 – RETIREMENT PLANS** (Continued)

**Other Post-Employment Benefits (OPEB)** (Continued)

D. Changes in Total NOL for the Year End June 30, 2022

	<u>Total NOL</u>
Balance at Reporting Date at June 30, 2021 <sup>(1)</sup>	\$ 3,963,000
Decrease within Fiscal Year 2021/22 attributable to:	
Service Cost	91,600
Interest Cost	313,000
Other Liability Experience Loss/(Gain)	(747,000)
Contributions <sup>(2)</sup>	(594,300)
Non-Benefit-Related Admin Expenses from Plan Trusts	208
Expected Investment Return	(31,126)
Investment Experience Loss	<u>(60,582)</u>
Net Decrease within Fiscal Year 2021/22	<u>(1,028,200)</u>
Balance at Reporting Date June 30, 2022 <sup>(1)</sup>	<u>\$ 2,934,800</u>

<sup>(1)</sup> Measurement date June 30, 2020 liability and assets have been used for the GASB Statement No. 75 reporting date of June 30, 2021, while measurement date June 30, 2021 liability and assets have been used for the GASB Statement No. 75 reporting date of June 30, 2022.

<sup>(2)</sup> Contributions consist of \$250,000 Trust deposits, plus \$272,300 cash benefit payments made outside of the Trust, plus a \$72,000 Implicit Subsidy.

E. Sensitivity of End-of-Year NOL to Changes in Assumptions

	<u>Discount Rate</u>		
	<u>1% Decrease (6.59%)</u>	<u>Current Rate (7.59%)</u>	<u>1% Increase (8.59%)</u>
NOL at Reporting Date June 30, 2022	\$ 3,928,500	\$ 2,934,800	\$ 2,627,600
	<u>Trend Rates</u>		
	<u>1% Decrease <sup>(1)</sup></u>	<u>Current Rates <sup>(2)</sup></u>	<u>1% Increase <sup>(3)</sup></u>
NOL at Reporting Date June 30, 2022	\$ 2,612,200	\$ 2,934,800	\$ 3,314,200

<sup>(1)</sup> Various initial rates grading to ultimate 3.00% for medical, flat 1.00% for dental/vision, and flat 0.00% for PPO deductibles.

<sup>(2)</sup> Various initial rates grading to ultimate 4.00% for medical, flat 2.00% for dental/vision, and flat 1.00% for PPO deductibles.

<sup>(3)</sup> Various initial rates grading to ultimate 5.00% for medical, flat 3.00% for dental/vision, and flat 2.00% for PPO deductibles.

**NOTE 4 – RETIREMENT PLANS** (Continued)

**Other Post-Employment Benefits (OPEB)** (Continued)

**F. Deferred Outflows and Inflows of Resources**

Type of Change in NOL <sup>(1)</sup>	Deferred Resources at Reporting Date June 30, 2022			Deferred Resources at Reporting Date June 30, 2021		
	Outflows	Inflows	Outflows less Inflows	Outflows	Inflows	Outflows less Inflows
	Contributions subsequent to measurement date	\$ 250,000	\$ -	\$ 250,000	\$ 250,000	\$ -
Revised assumptions/methods	-	1,135,893	(1,135,893)	-	1,574,462	(1,574,462)
Other liability experience loss/(gain)	-	1,095,398	(1,095,398)	-	625,054	(625,054)
Investment experience loss/(gain)	-	63,915	(63,915)	-	20,598	(20,598)
<b>Total</b>	<b>\$ 250,000</b>	<b>\$ 2,295,206</b>	<b>\$ (2,045,206)</b>	<b>\$ 250,000</b>	<b>\$ 2,220,114</b>	<b>\$ (1,970,114)</b>

Type of Change in NOL <sup>(1)</sup>	Deferred Resources Increase/(Decrease) in Fiscal Year 2021/22		
	Current Year's Change in NOL	Amortizations	Total Increase/ Decrease
Revised assumptions/methods	\$ -	\$ 438,569	\$ 438,569
Other liability experience loss/(gain)	(747,000)	276,656	(470,344)
Investment experience loss/(gain)	(60,582)	17,265	(43,317)
<b>Total</b>	<b>\$ (807,582)</b>	<b>\$ 732,490</b>	<b>\$ (75,092)</b>

<sup>(1)</sup> Historical increases or decreases in NOL due to plan amendments or subsequent contributions are not reflected here, as those changes are immediately recognized in the Annual OPEB Expense as they occur. A NOL change of any other type is amortized as shown above so that it is gradually recognized, with the unamortized portion at a given point referred to as a Deferred Resource.

**G. Annual OPEB Expense and Related Items**

Fiscal Year Measurement Period	2021/22 2020/21	2020/21 2019/20
<b><u>Annual OPEB Expense</u></b>		
Service Cost	\$ 91,600	\$ 95,400
Interest Cost	313,000	307,900
(Expected Investment Return)	(31,126)	(9,486)
Non-Benefit-Related Administrative Expenses from Plan Trusts	208	33
Amortizations of Other Changes in NOL	(732,490)	(617,764)
<b>Total Annual OPEB Expense</b>	<b>\$ (358,808)</b>	<b>\$ (223,917)</b>
<b><u>Reconciliation of NOL</u></b>		
NOL at Beginning of Year	\$ 3,963,000	\$ 4,161,800
Annual OPEB Expense	(358,808)	(223,917)
Benefit Payments	(594,300)	(559,200)
Decrease in Deferred Resources	(75,092)	584,317
<b>Total NOL at End of Year</b>	<b>\$ 2,934,800</b>	<b>\$ 3,963,000</b>
<b><u>Recognition of Deferred Resources in Future Annual OPEB Expense</u></b>		
Amortization of Deferred Resources in Current Year + 1	\$ (732,490)	\$ (617,764)
Amortization of Deferred Resources in Current Year + 2	(731,418)	(617,764)
Amortization of Deferred Resources in Current Year + 3	(480,208)	(616,692)
Amortization of Deferred Resources in Current Year + 4	(115,786)	(365,484)
Amortization of Deferred Resources in Current Year + 5	(103,670)	(1,058)
Amortization of Deferred Resources in Later Years	(131,634)	(1,352)
<b>Total Deferred Resources at End of Current Year</b>	<b>\$ (2,295,206)</b>	<b>\$ (2,220,114)</b>

**NOTE 4 – RETIREMENT PLANS** (Continued)

**Other Post-Employment Benefits (OPEB)** (Continued)

G. Annual OPEB Expense and Related Items (Continued)

Projections and benefits of financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and includes the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The actuarial valuation, dated June 30, 2021, used the Entry Age Normal actuarial cost method, at a discount rate of 7.59%, the expected long-term rate of return on the District assets, and an annual compensation increase rate of 2.75%.

**NOTE 5 – COMMITMENTS**

On January 1, 1983, the District leased to The Gibson, Karpe, and Hitchcock Trust a certain parcel of land for the purpose of The Gibson, Karpe, and Hitchcock Trust constructing thereon, a hangar with appurtenant shops, offices, and related improvements. The land lease term is from January 1, 1983, through December 31, 2024, a period of 42 years. Rental payments are as follows:

For the construction period	\$1.00
For the period of 19 years starting at the completion of construction	\$700/Month

Upon completion, The Gibson, Karpe, and Hitchcock Trust subleased the site back to the District and completed facilities (Building No. 79) for a term of approximately 42 years (terminating December 31, 2024). Rental payments by the District were \$16,275 per month (payable in advance, on the first day of the month) terminating December 31, 2003 ("first sublease rent period").

During the period January 1, 2004 through December 31, 2024, the District shall pay The Gibson, Karpe, and Hitchcock Trust one-half the net rental income derived from leasing the facilities to third parties. Total payments for the years ended June 30, 2022 and 2021, were \$242,635 and \$236,008, respectively.

**NOTE 6 – RISK MANAGEMENT**

The District is exposed to various risks of loss for which the District purchases commercial insurance. The following summarizes the coverage which the District has purchased:

<u>Type of Coverage</u>	<u>Carrier</u>	<u>Deductible</u>	<u>Limit per Occurrence</u>
Directors and Officers	RSUI	\$ 25,000	\$ 2,000,000
Commercial Property:	Travelers Property Casualty Co.		
Business Property		5,000	482,000
Business Income		5,000	2,953,800
Building		5,000	58,908,877
Equipment		5,000	988,279
Leased Equipment		5,000	205,000
Runway		5,000	10,000,000
Boiler and Machinery	Hartford Steam Boiler	1,500	26,717,000
Railroad Liability	Indian Harbor Insurance Company	10,000	3,000,000
General Liability	ACE Property and Casualty Inc Co	2,500	100,000,000
Control Tower Liability	ACE Property and Casualty Inc Co		25,000,000
Business Auto	Star Indemnity & Liability Company	1,000	1,000,000
Pollution Policy	Admiral Insurance Co.	10,000	2,000,000

Premiums for the above policies are paid annually and are not subject to retroactive adjustments. At June 30, 2022, the District had no outstanding claims which exceed insurance coverage.

**NOTE 7 – SUBSEQUENT EVENTS**

Subsequent events have been evaluated through March 7, 2023, which is the date the financial statements were available to be issued.

**REQUIRED SUPPLEMENTARY INFORMATION**

**MOJAVE AIR AND SPACE PORT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY (CalPERS)  
LAST EIGHT YEARS ENDED JUNE 30**

	Miscellaneous			
	2022	2021	2020	2019
District's Proportion of the Net Pension Liability	0.15655%	0.10349%	0.10421%	0.10515%
District's Proportionate Share of the Net Pension Liability	\$ 2,972,655	\$ 4,365,253	\$ 4,173,216	\$ 3,962,906
District's Covered Payroll	\$ 1,453,560	\$ 1,196,615	\$ 1,132,471	\$ 1,052,239
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	204.51%	364.80%	368.51%	376.62%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	90.49%	77.71%	77.73%	77.69%
	Safety			
	2022	2021	2020	2019
District's Proportion of the Net Pension Liability	0.01348%	0.00933%	0.00944%	0.00949%
District's Proportionate Share of the Net Pension Liability	\$ 472,913	\$ 621,607	\$ 589,177	\$ 556,991
District's Covered Payroll	\$ 178,038	\$ 196,974	\$ 127,407	\$ 123,907
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	265.62%	315.58%	462.44%	449.52%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.61%	73.12%	73.37%	73.39%

**Note 1** Governmental Accounting Standards Board (GASB) Statement No. 68 requires governments to include information from the most recent actuarial valuation and nine separate preceding valuations. As of June 30, 2022, the District had only performed eight valuations.

**MOJAVE AIR AND SPACE PORT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE  
OF THE NET PENSION LIABILITY (CalPERS) (Continued)  
LAST EIGHT YEARS ENDED JUNE 30**

	Miscellaneous			
	2018	2017	2016	2015
District's Proportion of the Net Pension Liability	0.10327%	0.10439%	0.11294%	0.10848%
District's Proportionate Share of the Net Pension Liability	\$ 4,070,987	\$ 3,626,498	\$ 3,098,337	\$ 2,681,114
District's Covered Payroll	\$ 1,149,742	\$ 1,149,742	\$ 968,602	\$ 1,269,842
District's Proportionate Share of the Net Pension	354.08%	315.42%	319.88%	211.14%
Plan Fiduciary Net Position as a Percentage	75.39%	75.87%	71.17%	74.52%
	Safety			
	2018	2017	2016	2015
District's Proportion of the Net Pension Liability	0.00923%	0.00960%	0.01001%	0.01027%
District's Proportionate Share of the Net Pension Liability	\$ 551,801	\$ 497,021	\$ 412,508	\$ 384,077
District's Covered Payroll	\$ 122,463	\$ 122,463	\$ 122,168	\$ 121,970
District's Proportionate Share of the Net Pension	450.59%	405.85%	337.66%	314.89%
Plan Fiduciary Net Position as a Percentage	71.74%	72.69%	71.82%	76.20%
	PEPRA*			
			2016	2015
District's Proportion of the Net Pension Liability			-0.00006%	0.00001%
District's Proportionate Share of the Net Pension Liability			\$ (1,657)	\$ 587
District's Covered Payroll			\$ 189,803	\$ 93,400
District's Proportionate Share of the Net Pension			-0.87%	0.63%
Plan Fiduciary Net Position as a Percentage			107.31%	83.04%

\*Amounts from the California Public Employees' Pension Reform Act (PEPRA) Plans are included in the Miscellaneous and Safety Plans for all years after 2016.

See Independent Auditor's Report.

**MOJAVE AIR AND SPACE PORT  
SCHEDULE OF CONTRIBUTIONS (CalPERS)  
LAST EIGHT YEARS ENDED JUNE 30**

	Miscellaneous			
	2022	2021	2020	2019
Contractually Required Contribution	\$ 597,532	\$ 534,539	\$ 490,206	\$ 432,401
Contributions in Relation to the Contractually Required Contribution	<u>(597,532)</u>	<u>(534,539)</u>	<u>(490,206)</u>	<u>(432,401)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 1,453,560	\$ 1,196,615	\$ 1,132,471	\$ 1,052,239
Contributions as a Percentage of Covered Payroll	41.11%	44.67%	43.29%	41.09%
	Safety			
	2022	2021	2020	2019
Contractually Required Contribution	\$ 98,159	\$ 103,088	\$ 76,329	\$ 68,094
Contributions in Relation to the Contractually Required Contribution	<u>(98,159)</u>	<u>(103,088)</u>	<u>(76,329)</u>	<u>(68,094)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 178,038	\$ 196,974	\$ 127,407	\$ 123,907
Contributions as a Percentage of Covered Payroll	55.13%	52.34%	59.91%	54.96%

**Note 1** GASB Statement No. 68 requires governments to include information from the most recent actuarial valuation and nine separate preceding valuations. As of June 30, 2022, the District had only performed eight valuations.



**MOJAVE AIR AND SPACE PORT  
SCHEDULE OF CONTRIBUTIONS (CalPERS) (Continued)  
LAST EIGHT YEARS ENDED JUNE 30**

	Miscellaneous			
	2018	2017	2016	2015
Contractually Required Contribution	\$ 425,432	\$ 418,237	\$ 337,259	\$ 308,190
Contributions in Relation to the Contractually Required Contribution	<u>(425,432)</u>	<u>(418,237)</u>	<u>(337,259)</u>	<u>(308,190)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 1,149,742	\$ 1,149,742	\$ 968,602	\$ 1,269,842
Contributions as a Percentage of Covered Payroll	37.00%	36.38%	34.82%	24.27%
	Safety			
	2018	2017	2016	2015
Contractually Required Contribution	\$ 60,786	\$ 55,735	\$ 50,341	\$ 42,668
Contributions in Relation to the Contractually Required Contribution	<u>(60,786)</u>	<u>(55,735)</u>	<u>(50,341)</u>	<u>(42,668)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 122,463	\$ 122,463	\$ 122,168	\$ 121,970
Contributions as a Percentage of Covered Payroll	49.64%	45.51%	41.21%	34.98%
	PEPRA*			
	2016	2015		
Contractually Required Contribution	\$ 13,246	\$ 7,057		
Contributions in Relation to the Contractually Required Contribution	<u>(13,246)</u>	<u>(7,057)</u>		
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>		
District's Covered Payroll	\$ 189,803	\$ 93,400		
Contributions as a Percentage of Covered Payroll	6.98%	7.56%		

\*Amounts from the PEPRA Plans are included in the Miscellaneous and Safety Plans for all years after 2016.

**MOJAVE AIR AND SPACE PORT  
OTHER POST-EMPLOYMENT BENEFITS (OPEB) PLAN  
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS  
LAST FOUR YEARS ENDED JUNE 30**

	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>
Balance at Reporting Date at Beginning of Fiscal Year	\$ 3,963,000	\$ 4,161,800	\$ 7,410,000	\$ 7,257,100
Increase/Decrease within Fiscal Year attributable to:				
Service Cost	91,600	95,400	187,100	196,900
Interest Cost	313,000	307,900	257,600	252,400
Effect of Change in Actuarial Assumptions/Methods	-	-	(2,451,600)	-
Other Liability Experience Loss/(Gain)	(747,000)	(7,700)	(952,400)	(14,600)
Effect of Plan Amendments	-	-	-	-
Contributions <sup>(2)</sup>	(594,300)	(559,200)	(288,900)	-
Non-Benefit-Related Admin Expenses from Plan Trusts	208	33	-	-
Expected Investment Return	(31,126)	(9,486)	-	-
Investment Experience (Loss)/Gain	<u>(60,582)</u>	<u>(25,747)</u>	<u>-</u>	<u>(281,800)</u>
Net (Decrease)/Increase within Fiscal Year	<u>(1,028,200)</u>	<u>(198,800)</u>	<u>(3,248,200)</u>	<u>152,900</u>
Balance at Reporting Date at End of Fiscal Year <sup>(1)</sup>	<u>\$ 2,934,800</u>	<u>\$ 3,963,000</u>	<u>\$ 4,161,800</u>	<u>\$ 7,410,000</u>

Percentages for Required Supplementary Information

Annual Covered-Employee Payroll	\$ 1,787,300
Contributions as a Percentage of ADC	161.45%
Contributions as a Percentage of Covered Payroll	33.25%
End-of-Year NOL as a Percentage of Covered Payroll	164.20%
End-of-Year FNP as a Percentage of TOL	17.60%

<sup>(1)</sup> Measurement date June 30, 2021 liability and assets have been used for the GASB Statement No. 75 reporting date of June 30, 2022.

<sup>(2)</sup> Contributions consist of \$250,000 Trust deposits, plus \$272,300 cash benefit payments made outside of the Trust, plus a \$72,000 Implicit Subsidy.

See Independent Auditor's Report.

## **OTHER INFORMATION**

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Directors  
Mojave Air and Space Port  
Mojave, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the basic financial statements of Mojave Air and Space Port (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated March 7, 2023.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

*Brown Armstrong  
Accountancy Corporation*

Bakersfield, California  
March 7, 2023

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Directors  
Mojave Air and Space Port  
Mojave, California

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Mojave Air and Space Port's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2022. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, The District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

## **Auditor's Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

## **Report on Internal Control over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BROWN ARMSTRONG  
ACCOUNTANCY CORPORATION

*Brown Armstrong  
Accountancy Corporation*

Bakersfield, California  
March 7, 2023



**MOJAVE AIR AND SPACE PORT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022**

FEDERAL GRANTOR Pass-Through Grantor Program Title	Assistance Listing Number	Contract or Program Number	Total Federal Expenditures
<b><u>U.S. DEPARTMENT OF TRANSPORTATION</u></b>			
<i>Direct Program:</i>			
Airport Improvement Program	20.106	3-06-0154-033-2020	\$ 1,222,875
Airport Improvement Program	20.106	3-06-0154-034-2021	13,000
Airport Improvement Program	20.106	3-06-0154-035-2022	<u>32,000</u>
<b>Total Expenditures of Federal Awards</b>			<b><u>\$ 1,267,875</u></b>

See accompanying notes to the schedule of expenditures of federal awards.

**MOJAVE AIR AND SPACE PORT  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022**

**NOTE 1 – BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Mojave Air and Space Port (the District) and is presented on the accrual basis of accounting. The federal information in this schedule is presented in accordance with the requirements of the U.S. Office of Management and Budget (OMB) and the Uniform Guidance.

**NOTE 2 – FEDERAL DE MINIMIS INDIRECT RATE**

The District has elected not to use the 10% de minimis indirect cost rate, as the District has no indirect costs.

## **FINDINGS AND QUESTIONED COSTS**

**MOJAVE AIR AND SPACE PORT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2022**

**1. Summary of Auditor's Results**

*Financial Statements:*

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weaknesses identified? No
- Significant deficiencies identified that are not considered to be material weaknesses? No

Noncompliance material to financial statements noted? No

*Federal Awards:*

Internal control over major programs:

- Material weaknesses identified? No
- Significant deficiencies identified that are not considered to be material weaknesses? No

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? No

Identification of major programs:

Assistance Listing # 20.106 Airport Improvement Program

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000

Auditee qualified as low-risk auditee? No

**2. Current Year Findings and Questioned Costs**

None.

**3. Status of Prior Year Findings and Questioned Costs**

None.



## ASSOCIATION OF CALIFORNIA AIRPORTS

# Key Legislation

**SB 258 (Roth) - SUPPORT** - Would direct the California Transportation Commission to review the needs of general aviation in California, with a focus on fiscal needs.

- The state's Airport Improvement Program Matching Grant provides funds to general aviation airports for half of the 10% local match needed to draw down federal grant funds, but funds to support the program are declining.
- In the last 8 years, California airports have lost over \$29 million in FAA grants that have expired for lack of a local match, which the Caltrans matching grant program is intended to support.
- A long-term general aviation airport funding needs assessment is needed to stop annual loss cycle of federal grant funds to California local community airports.
- Ensuring community airports can fully fund capital projects will maximize the local, regional, and statewide economic benefits provided by these airports.

**AB 480 (Ting) - SUPPORT** - Would remove airports from the state's public agency affordable housing surplus land review process.

- The California Surplus Land program, as enacted by AB 1486 in 2019, includes airports among the public agencies required to submit requests to the state Department of Housing and Community Development (HCD) when airport- owned land becomes vacant, or an existing lease expires to determine if the land is suitable for construction of affordable housing.
- FAA regulations do not support residential housing construction on airport- owned land. According to HCD, they have received hundreds of determination requests from airports pursuant to the requirements of AB 1486 and each time the answer is NO.
- AB 480 will remove airports from the requirement to submit affordable housing determination requests to HCD. This will relieve airports, local government airport owners, and the state from engaging in this process and allow HCD to focus its attention on affordable housing determination requests.

**SB 800 (Caballero) - SUPPORT** - Would create a state task force to plan for the advent of a new generation of electric air service.

- A new revolution in aviation is coming. Referred to Advanced Air Mobility, we will soon see electric aircraft with hold up to four passengers serving to meet the "last mile" of travel from airports to final destinations.
- There are about 10 companies actively developing these aircraft and four are headquartered in California.



AIR & SPACE PORT  
AT RUTAN FIELD

**CEO REPORT**

**TO:** MASP Board of Directors  
**FROM:** Tim Reid, General Manager/CEO  
**MEETING DATE:** April 4, 2023

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**Updates**

- ➔ Runway 12/30 Rehabilitation – Scheduled start date the week of May 29<sup>th</sup> (anticipate start on 30 May to accommodate for national holiday on the 29<sup>th</sup>).
- ➔ Inland Port Update – No updates.
- ➔ Water System Update – Mead & Hunt are in the process of developing a 30% level set of plans and preliminary Engineer’s design report. Preliminary submittal received and under review by the Airport.
- ➔ Hangar Development Update – Working with the County’s EDA to research funding opportunities for development.
- ➔ Payload Processing Facility/Spaceport Master Plan – BRPH was on sight two weeks ago performing design charrettes. Based on the information provided, BRPH will start working on preliminary designs.
- ➔ Last week I attended the ACA’s General Aviation lobbying efforts at Sacramento and met with several of our Assembly members and Senators to discuss three key pieces of legislation which will affect General Aviation (attached).
- ➔ GA and Industrial Meetings Scheduled for April 12.
- ➔ Property Rented
  - Karlen- Month to Month- Hangar 930



AIR & SPACE PORT  
AT RUTAN FIELD

CEO REPORT

Authorized Payments

BOARD MEETING: 4/4/2023	DATE	AMOUNT	EFT'S	TOTAL
CEO CHECK REGISTER	3/29/2023	87,018.94		87,018.94
				-
				-
				-
EFT'S	3/29/2023	-	202,720.55	202,720.55
		87,018.94	202,720.55	289,739.49
BOD CHECK	4/4/23	3,894.42		
	4/4/23	7,529.25		
	4/4/23	28,848.00		
		40,271.67		40,271.67
VOID CHECK	633749			
	063445			
	063446			
	063447			
TOTAL ALL CHECKS & EFT'S				330,011.16

Date: Wednesday, March 29, 2023  
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 User: CPANKO

**Mojave Air & Space Port**  
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Check Nbr	Check Type	Check Date	Vendor ID Vendor Name	Period To Post Closed	Ref Nbr	Doc Type	Invoice Number	Invoice Date	Discount Taken	Amount Paid
<b>Company: MASP</b>										
Acct / Sub:	101000		1200							
063405	CK	3/29/2023	0109 AT&T	09-23	053172	VO	34122793/0323	3/7/2023	0.00	130.94
063405	CK	3/29/2023	0109 AT&T	09-23	053173	VO	23831139/0323	3/7/2023	0.00	130.94
									<b>Check Total</b>	<b>261.88</b>
063406	CK	3/29/2023	0112 American Assoc of Airport Exec	09-23	053209	VO	1121093/TR	2/3/2023	0.00	275.00
063407	CK	3/29/2023	0194 Aviation Striping, Inc	09-23	053148	VO	391	2/21/2023	0.00	6,090.00
063408	CK	3/29/2023	0350 Clarks Pest Control	09-23	053158	VO	32865083 /0323	3/15/2023	0.00	55.00
063408	CK	3/29/2023	0350 Clarks Pest Control	09-23	053159	VO	32865086/0323	3/15/2023	0.00	93.00
063408	CK	3/29/2023	0350 Clarks Pest Control	09-23	053160	VO	32865085/0323	3/15/2023	0.00	54.00
063408	CK	3/29/2023	0350 Clarks Pest Control	09-23	053161	VO	32865082/0323	3/15/2023	0.00	123.00
									<b>Check Total</b>	<b>325.00</b>
063409	CK	3/29/2023	0365 Consolidated Electrical Dist.	09-23	053152	VO	3978-1037911	3/21/2023	0.00	389.87
063409	CK	3/29/2023	0365 Consolidated Electrical Dist.	09-23	053176	VO	GD109666	3/15/2023	0.00	866.04
									<b>Check Total</b>	<b>1,255.91</b>
063410	CK	3/29/2023	0396 CDW Government	09-23	053167	VO	HF68664	3/7/2023	0.00	707.61
063410	CK	3/29/2023	0396 CDW Government	09-23	053168	VO	HD95299	3/3/2023	0.00	284.22
									<b>Check Total</b>	<b>991.83</b>
063411	CK	3/29/2023	0427 Desert Industrial Supply	09-23	053202	VO	401603	3/16/2023	0.00	932.89
063412	CK	3/29/2023	0479 Aramark	09-23	053171	VO	2601543830	3/17/2023	0.00	99.82
063412	CK	3/29/2023	0479 Aramark	09-23	053208	VO	2601545005	3/24/2023	0.00	102.38
									<b>Check Total</b>	<b>202.20</b>



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Check Nbr	Check Type	Check Date	Vendor ID Vendor Name	Period		Ref Nbr	Doc Type	Invoice Number	Invoice Date	Discount Taken	Amount Paid
				To Post	Closed						
063413	CK	3/29/2023	0518 Elevation Corp. Health, LLC	09-23		053147	VO	9754/0223	2/28/2023	0.00	2,504.93
063414	CK	3/29/2023	0541 Compass Rose Surveying, Inc.	09-23		053151	VO	23-5	3/11/2023	0.00	11,200.00
063415	CK	3/29/2023	0547 Brock Heating & Air, Inc	09-23		053153	VO	3700	3/16/2023	0.00	549.00
063416	CK	3/29/2023	0615 Federal Express	09-23		053169	VO	8-063-64542	3/10/2023	0.00	21.05
063416	CK	3/29/2023	0615 Federal Express	09-23		053170	VO	2-137-29997	3/7/2023	0.00	227.81
063416	CK	3/29/2023	0615 Federal Express	09-23		053186	VO	8-070-93172	3/17/2023	0.00	76.37
063416	CK	3/29/2023	0615 Federal Express	09-23		053214	VO	8-078-56122	3/24/2023	0.00	24.44
<b>Check Total</b>											<b>349.67</b>
063417	CK	3/29/2023	0657 Flight Light	09-23		053203	VO	0086836-IN	3/17/2023	0.00	764.57
063418	CK	3/29/2023	0717 Geographic Data and	09-23		053177	VO	GD109666	3/15/2023	0.00	5,960.00
063419	CK	3/29/2023	0722 Freeway Smog & Auto Repair	09-23		053175	VO	3678	3/9/2023	0.00	78.66
063419	CK	3/29/2023	0722 Freeway Smog & Auto Repair	09-23		053183	VO	3809	3/20/2023	0.00	113.63
063419	CK	3/29/2023	0722 Freeway Smog & Auto Repair	09-23		053200	VO	3793	3/15/2023	0.00	733.36
<b>Check Total</b>											<b>925.65</b>
063420	CK	3/29/2023	0773 Grainger	09-23		053178	VO	9623729986	2/28/2023	0.00	245.53
063420	CK	3/29/2023	0773 Grainger	09-23		053182	VO	9631548485	3/7/2023	0.00	227.40
063420	CK	3/29/2023	0773 Grainger	09-23		053211	VO	9638552548	3/14/2023	0.00	4,785.73
<b>Check Total</b>											<b>5,258.66</b>
063421	CK	3/29/2023	0897 Core and Main LP	09-23		053210	VO	S557335	3/24/2023	0.00	1,954.96
063421	CK	3/29/2023	0897 Core and Main LP	09-23		053212	VO	S143263	6/24/2023	0.00	1,954.96

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				To Post	Closed						
063421	CK	3/29/2023	0897 Core and Main LP	09-23		053213	VO	S327412	9/24/2023	0.00	36.68
<b>Check Total</b>											<b>3,946.60</b>
063422	CK	3/29/2023	1103 KERN COUNTY DEPT.	09-23		053179	VO	170688598	2/14/2023	0.00	34.05
063422	CK	3/29/2023	1103 KERN COUNTY DEPT.	09-23		053180	VO	170689266	2/23/2023	0.00	93.38
063422	CK	3/29/2023	1103 KERN COUNTY DEPT.	09-23		053237	VO	170691160	3/23/2023	0.00	14.50
<b>Check Total</b>											<b>141.93</b>
063423	CK	3/29/2023	1142 Kern County Sheriff's Office	09-23		053156	VO	9019	3/9/2023	0.00	1,056.71
063424	CK	3/29/2023	1161 Kern Auto Parts Inc	09-23		053232	VO	979478	3/15/2023	0.00	16.40
063424	CK	3/29/2023	1161 Kern Auto Parts Inc	09-23		053233	VO	979589	3/17/2023	0.00	369.54
<b>Check Total</b>											<b>385.94</b>
063425	CK	3/29/2023	1315 McMaster-Carr	09-23		053184	VO	94516657	3/16/2023	0.00	324.33
063425	CK	3/29/2023	1315 McMaster-Carr	09-23		053201	VO	94528265	3/16/2023	0.00	534.75
<b>Check Total</b>											<b>859.08</b>
063426	CK	3/29/2023	1347 Miller Equipment Company	09-23		053231	VO	3429	3/31/2023	0.00	4,475.00
063427	CK	3/29/2023	1369 Mojave Desert News	09-23		053217	VO	56234	1/26/2023	0.00	295.00
063427	CK	3/29/2023	1369 Mojave Desert News	09-23		053218	VO	56277	2/23/2023	0.00	79.00
<b>Check Total</b>											<b>374.00</b>
063428	CK	3/29/2023	1372 Mojave Public Utility District	09-23		053235	VO	02231	3/27/2023	0.00	4,990.87
063429	CK	3/29/2023	1373 Mojave Public Utility District	09-23		053236	VO	02232	3/27/2023	0.00	467.00
063430	CK	3/29/2023	1390 Mission Linen Supply	09-23		053174	VO	518935532	3/16/2023	0.00	112.77
063430	CK	3/29/2023	1390 Mission Linen Supply	09-23		053204	VO	518976862	3/23/2023	0.00	87.42

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063430	CK	3/29/2023	1390 Mission Linen Supply	09-23	053205	VO	518976866	3/23/2023	0.00	112.77
<b>Check Total</b>										<b>312.96</b>
063431	CK	3/29/2023	1501 Office Depot	09-23	053215	VO	8517513016/0323	3/17/2023	0.00	680.00
063432	CK	3/29/2023	1571 Ottimo Resources Inc	09-23	053225	VO	4250006108	2/23/2023	0.00	1,167.84
063433	CK	3/29/2023	1670 Linde Gas & Equipment Inc.	09-23	053207	VO	34962370	3/25/2023	0.00	4,739.65
063433	CK	3/29/2023	1670 Linde Gas & Equipment Inc.	09-23	053234	VO	34865851	3/22/2023	0.00	62.86
<b>Check Total</b>										<b>4,802.51</b>
063434	CK	3/29/2023	1868 Royal Electric Company	09-23	053239	VO	RETENTION/A3149	3/29/2023	0.00	6,832.95
063435	CK	3/29/2023	1925 Sparkletts	09-23	053162	VO	031623	3/16/2023	0.00	1,238.06
063436	CK	3/29/2023	1952 Southern California Edison	09-23	053154	VO	6090594/0323	3/17/2023	0.00	218.86
063436	CK	3/29/2023	1952 Southern California Edison	09-23	053155	VO	16545683/0323	3/17/2023	0.00	1,819.06
<b>Check Total</b>										<b>2,037.92</b>
063437	CK	3/29/2023	1954 Southern California Gas	09-23	053163	VO	31545767/0323	3/14/2023	0.00	390.78
063437	CK	3/29/2023	1954 Southern California Gas	09-23	053164	VO	89363938/0323	3/14/2023	0.00	974.53
063437	CK	3/29/2023	1954 Southern California Gas	09-23	053165	VO	61545001/0323	3/14/2023	0.00	1,619.98
063437	CK	3/29/2023	1954 Southern California Gas	09-23	053166	VO	11545997/0323	3/14/2023	0.00	1,745.87
<b>Check Total</b>										<b>4,731.16</b>
063438	CK	3/29/2023	2041 South Street Digital, Inc.	09-23	053185	VO	14874	3/9/2023	0.00	254.85
063438	CK	3/29/2023	2041 South Street Digital, Inc.	09-23	053206	VO	14799	3/9/2023	0.00	1,696.97
<b>Check Total</b>										<b>1,951.82</b>
063439	CK	3/29/2023	2050 The Tire Store	09-23	053216	VO	742043	3/16/2023	0.00	216.73

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Check Nbr	Check Type	Check Date	Vendor ID Vendor Name	Period To Post Closed	Ref Nbr	Doc Type	Invoice Number	Invoice Date	Discount Taken	Amount Paid		
063440	CK	3/29/2023	2071 Synchrony Bank	09-23	053141	VO	0323/FINAL	3/9/2023	0.00	99.10		
063441	CK	3/29/2023	2230 Verizon Wireless	09-23	053188	VO	9929945496	3/12/2023	0.00	1,815.61		
063442	CK	3/29/2023	2237 Westside Body and Paint	09-23	053157	VO	61589	3/22/2023	0.00	1,000.00		
063443	CK	3/29/2023	2253 Waste Management Kern	09-23	053230	VO	906524808-1	4/30/2023	0.00	4,140.00		
063443	CK	3/29/2023	2253 Waste Management Kern	09-23	053240	VO	2017934808-9/TH	3/31/2023	0.00	796.71		
063443	CK	3/29/2023	2253 Waste Management Kern	09-23	053241	VO	2017134808-7/B1	3/31/2023	0.00	401.25		
<b>Check Total</b>										<b>5,337.96</b>		
063444	CK	3/29/2023	4523 Gerardo Perez	09-23	053181	VO	020623	2/6/2023	0.00	125.00		
063444	CK	3/29/2023	4523 Gerardo Perez	09-23	053187	VO	030623	3/20/2023	0.00	125.00		
<b>Check Total</b>										<b>250.00</b>		
Check Count:		40								<b>Acct Sub Total:</b>		<b>87,018.94</b>

Check Type	Count	Amount Paid
Regular	40	87,018.94
Hand	0	0.00
Electronic Payment	0	0.00
Void	0	0.00
Stub	0	0.00
Zero	0	0.00
Mask	0	0.00
<b>Total:</b>	<b>40</b>	<b>87,018.94</b>

<b>Company Disc Total</b>	<b>0.00</b>	<b>Company Total</b>	<b>87,018.94</b>
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AIR & SPACE PORT  
AT RUTAN FIELD

*Electronic Fund Transfers for March 16 through March 29, 2023*

<b>Date</b>		<b>Debit</b>
3/29/2023	ACH DEBIT 3100 CALPERS	\$9,566.23
3/29/2023	ACH DEBIT 3100 CALPERS	\$2,711.75
3/28/2023	WIRE TRANSFER FEE	\$15.00
3/27/2023	ACH DEBIT CDTFA EPMT CA DEPT TAX FEE	\$339.00
3/27/2023	ACCOUNT SERVICE FEE TM-ACH OR MULTIPLE SERVICES	\$75.00
3/27/2023	ACCOUNT SERVICE FEE RDC MONTHLY FEE	\$75.00
3/27/2023	WIRE TRANSFER FEE	\$15.00
3/24/2023	ACH DEBIT EFTTRANSFE AVFUEL	\$30,107.05
3/22/2023	ACH DEBIT EFTTRANSFE AVFUEL	\$27,809.12
3/21/2023	ACH DEBIT CDTFA EPMT CA DEPT TAX FEE	\$6,042.52
3/20/2023	ACH DEBIT INVOICE PAYCHEX	\$700.35
3/17/2023	ACH DEBIT EFTTRANSFE AVFUEL	\$27,788.26
3/17/2023	ACH DEBIT TAXES PAYCHEX	\$11,493.21
3/17/2023	ACH DEBIT INVOICE PAYCHEX	\$263.60
3/16/2023	ACH DEBIT PAYROLL PAYCHEX	\$59,424.36
3/16/2023	ACH DEBIT ACH PMT AMEX EPAYMENT	\$26,246.14
3/16/2023	ACH DEBIT GARNISH PAYCHEX	\$48.96
	Total	\$202,720.55