

CITY AND BOROUGH OF JUNEAU, ALASKA

Passenger Facility Charge Report

Year Ended June 30, 2007

ELGEE REHFELD MERTZ, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

The Members of the Assembly
The City and Borough of Juneau, Alaska:

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City and Borough of Juneau, Alaska (City and Borough) as of and for the year ended June 30, 2007, and issued our report thereon dated December 19, 2007. In conjunction with that audit, we have audited the Schedule of Passenger Facility Charges of the City and Borough for the year ended June 30, 2007. This schedule is the responsibility of the City and Borough. Our responsibility is to express an opinion on the schedule based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule of Passenger Facility Charges is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the report. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall schedule presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the schedule referred to in the first paragraph above presents fairly, in all material respects, the collection and expenditures of the City and Borough for the year ended June 30, 2007.

In our opinion, the City and Borough has fair and reasonable procedures in place for receiving, holding and using Passenger Facility Charge Revenue in accordance with the Code of Federal Regulations (CFR) section 158.67(c). In addition, quarterly reports required by CFR, section 158.63(a), fairly represent the net transactions within the Passenger Facility Charge accounts at the City and Borough.

ERM

December 19, 2007

CITY AND BOROUGH OF JUNEAU
Schedule of Passenger Facility Charges
Year ended June 30, 2007

	Application Amount	Receivable (deferral) at July 1, 2006	Amount Collected	Interest Earned	Expenditures	Receivable (deferral) at June 30, 2007
Application: 98-01-C-00-JNU & 01-04-U-00-JNU (Nos. 1 & 4)	\$ 1,194,429	\$ (12,620)	\$ -	\$ 10,450	\$ -	\$ (23,070)
Application: 00-02-C-00-JNU (No. 2)	409,172	(5,913)	-	5,519	-	(11,432)
Application: 01-03-C-00-JNU (No. 3)	440,449	(85,954)	-	1,323	1,323	(85,954)
Application: 01-05-C-01-JNU (No. 5) Closeout March 21, 2004)	549,196	-	-	-	-	-
Application: 02-06-C-00-JNU (No. 6) Closeout November 2006)	716,769	(428,115)	-	52,809	480,924	-
Application: 04-07-C-00-JNU (No. 7)	5,226,106	-	916,158	97,359	1,013,517	-
Totals	<u>\$ 8,536,121</u>	<u>\$ (532,602)</u>	<u>\$ 916,158</u>	<u>\$ 167,460</u>	<u>\$ 1,495,764</u>	<u>\$ (120,456)</u>