

**ABM PARKING SERVICES
KEAHOLE-KONA INTERNATIONAL AIRPORT
PARKING FACILITIES
KAILUA – KONA, HAWAII**

STATEMENT OF GROSS RECEIPTS FOR THE
PERIOD JULY 1, 2014 THROUGH JUNE 30, 2015
TOGETHER WITH INDEPENDENT AUDITOR'S REPORT

Antonio Lemus C.P.A. P.A.

Certified Public Accountant
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Member

Florida Institute of Certified Public Accountants
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National Association of Accountants
Institute of Certified Management Accountants

Independent Auditor's Report

To the Board of Directors of ABM Parking Services:

I have audited the accompanying Statement of Gross Receipts (the Statement, as defined in the permit dated July 28, 1999, between the State of Hawaii and ABM Parking Services as amended by the State of Hawaii on January 3, 2005 (the Agreement)), at the Keahole-Kona International Airport Parking Facilities in Kailua-Kona, Hawaii for the period July 1, 2014 through June 30, 2015.

Management's Responsibility for the Statement

Management is responsible for the preparation and fair presentation of the Statement in accordance with the Agreement; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the Statement that is free from material misstatement, whether due to fraud or error.

The accompanying Statement has been prepared in accordance with the definition of gross revenues, contained in the terms of the Agreement, and is not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America.

Auditor's Responsibility

My responsibility is to express an opinion on the Statement based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Statement 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 entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

In my opinion, the Statement of Gross Revenues referred to above presents fairly, in all material respects, the gross revenues of ABM Parking Services at its Keahole-Kona International Airport Parking Facilities in Kailua-Kona, Hawaii for the period July 1, 2014, through June 30, 2015.



Antonio Lemus, C.P.A., P.A.
July 28, 2015

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STATEMENT OF GROSS RECEIPTS
FOR THE PERIOD JULY 1, 2014 THROUGH JUNE 30, 2015

July 2014	\$ 175,594
August 2014	147,467
September 2014	168,191
October 2014	185,342
November 2014	170,183
December 2014	173,493
January 2015	163,517
February 2015	152,097
March 2015	197,383
April 2015	166,716
May 2015	158,976
June 2015	<u>184,697</u>
Total Gross Receipts	<u>\$ 2,043,656</u>
Annual Percentage Rent Paid (See note 4)	\$ 1,328,376

The accompanying auditor's report and notes to statement should be read in conjunction with this statement.

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NOTES TO THE STATEMENT OF GROSS RECEIPTS
FOR THE PERIOD JULY 1, 2014 THROUGH JUNE 30, 2015**

1. General

ABM Parking Services (ABM) operates the Keahole-Kona International Airport Parking Facilities under the terms of the revocable permit No. 5840 dated July 28, 1999 (the Contract) between the State of Hawaii (the State) and ABM. On January 3, 2005, the State amended the percentage rent payable under the terms of the Contract to sixty-five percent (65%).

2. Basis of Presentation

The accompanying Statement of Gross Receipts is prepared in accordance with the terms of the Contract.

3. Receipts

The gross receipts reported include all parking fees and charges derived from the parking or storage of automobiles as a result of the operation of the public and employee automobile parking facilities as described in the terms of the Contract.

All gross receipts reported by ABM in its operation of the public automobile parking facilities at the airport were deposited in ABM's special account at the Bank of Hawaii.

4. Percentage Rent

Compensation to the State of Hawaii is a percentage of the annual gross receipts. The percentage rate was sixty-five percent (65%) of annual gross receipts for the period of July 2014 through June 2015. This rate will continue on a month to month basis until further notice.

Total Percentage Rent Paid July 1, 2014 to June 30, 2015

Total Gross Receipts	\$ 2,043,656
Percentage Rent per Agreement	65%
Percentage Rent Paid	\$ 1,328,376

The percentage rent required for the preceding month is due on the twentieth (20th) day of each month.