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**To the Board of Directors
Eagle County Air Terminal Corporation
Eagle, Colorado**

We have audited the financial statements of Eagle County Air Terminal Corporation (the "Corporation") as of and for the year ended December 31, 2016. Professional standards require that we provide you with the following information related to our audit.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Corporation are described in note 2 to the audited 2016 financial statements. No new accounting policies were adopted, and the application of existing policies was not changed during the year. We noted no transactions entered into by the Corporation during the year for which there is a lack of authoritative guidance or consensus. There are no significant transactions that have been recognized in the financial statements in a different period than when the transaction occurred.

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 financial statements were:

- Estimating the allowance for doubtful accounts (\$0 at December 31, 2016), based on management's experience with tenants and concessionaires, together with actual collections since year-end.
- Estimating useful lives of certain capital assets, in connection with the depreciation of those assets. Management's estimates are based on industry practice and experience with the underlying assets.

We evaluated the key factors and assumptions used to develop these estimates, and found them reasonable in relation to the financial statements taken as a whole.

Difficulties Encountered in Performing the Audit

We encountered no 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 an audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all misstatements prior finalization of the 2016 audited financial statements.

Member: American Institute of Certified Public Accountants

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Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as 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

As is required in all audit engagements, we have requested certain representations from management that are included in the management representation letter.

Recommendations

In the course of our audit, we noted the following opportunities for improvement of internal controls and day-to-day operations.

Passenger Facility Charges

The Trust Indenture, as supplemented, for the Corporation's revenue bonds requires that all Passenger Facility Charge ("PFC") revenues be deposited into the PFC Account maintained by the bond trustee (the "Trustee"). During our fieldwork, we observed that the Trustee had mistakenly deposited one month of PFC revenues into the Project Revenue Account instead of the PFC Account. Additionally, we noted that some PFC revenue was not deposited timely into the PFC Account and funds were transferred from the PFC Account to the Series 2011B Principal Fund after the Series 2011B bonds had been paid in full. We recommend that management work with the Trustee to ensure that all PFC revenue received is timely transferred to the PFC Account and that these funds are used only for debt service on approved projects.

Segregation of Duties – Disbursements

Currently, one employee has access to the entire disbursement cycle, which includes entering new vendors, processing disbursements, printing checks, signing checks, and reconciling the bank account. Although there is a mitigating control of having dual signatures on checks, we recommend that signing authority be removed from any employee who processes disbursements and reconciles the accounts.

This report is intended solely for the information and use of the Corporation's Board of Directors, management, and others within the Corporation and is not intended to be, and should not be, used by anyone other than those specified parties.

Sincerely,



McMahan and Associates, L.L.C.
May 22, 2017