

Memorandum

U.S. Department of Transportation

Office of the Secretary of Transportation
Office of Inspector General

Subject: INFORMATION: Audit Announcement –

Oversight of Venice Municipal Airport Revenues

Federal Aviation Administration

Project No. 10A3007A000

From: Matthew E. Hampton 1

Deputy Assistant Inspector General

for Aviation and Special Program Audits

Date: June 2, 2010

Reply to

Attn. of: JA-10

To: Assistant Administrator for Financial Services and Chief Financial Officer

Airports nationwide continue to face challenges in complying with Airport Improvement Program grant assurances regarding the use of airport revenues. In August 2009, the Federal Aviation Administration (FAA) reviewed land use at the Venice, Florida, Municipal Airport and found many of the same problems with revenue diversions that our office and the Government Accountability Office identified during the 1990s. In September 2009, at the request of Senator George LeMieux, we evaluated a constituent's concerns regarding the Venice Municipal Airport and identified issues warranting a more detailed review of the use of airport revenue.

Accordingly, the objective of our review will be to determine whether FAA's oversight ensures that the City of Venice is using airport revenues only for appropriate purposes and that the airport is as self-sustaining as possible.

We will conduct the audit at the Venice Municipal Airport and FAA's Headquarters, Southern Region, and Orlando Airport District Office. We plan to start the audit later this month and will contact your audit liaison to schedule an entrance conference. If you have any questions, please contact Darren L. Murphy, Program Director, at (206) 220-6503.

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cc: FAA Administrator
FAA Associate Administrator for Airports
Anthony Williams, ABU-100
Martin Gertel, M-l