



I n t e r n a l A u d i t D e p a r t m e n t

O R A N G E C O U N T Y

AUDIT HIGHLIGHT

AUGUST 31, 2010

REVENUE GENERATING LEASE AUDIT:
JOHN WAYNE AIRPORT
BUDGET RENT A CAR SYSTEMS, INC.
Audit No. 2931

\$10.4M Gross Receipts
Annually
\$1.6M Rent paid to the
County Annually

WHY IS THIS AUDIT IMPORTANT?

Budget Rent A Car Systems, Inc. operates an on-airport car rental agency at John Wayne Airport. Over its approximate twelve (12) year term, as amended, this lease agreement is estimated to generate approximately **\$17 million** in rent to the County. Rent is paid to the County based on a percentage of gross receipts. We audit the underlying books and records to ensure gross receipts are complete and rent is properly paid as defined by the lease agreement. During the 12-month audit period of August 1, 2008 through July 31, 2009, Budget Rent A Car Systems, Inc. reported approximately **\$10.4 million** in gross receipts and paid the County approximately **\$1.6 million** in rent.

WHAT THE AUDITORS FOUND?

Successes

We found that Budget Rent A Car Systems, Inc.'s records adequately supported gross receipts of approximately \$10.4 million and rent of approximately \$1.6 million was properly paid to the County in accordance with the lease agreement.

Audit Findings and Control Recommendations

We identified **one (1) Control Finding** where **no additional rent was owed**. John Wayne Airport agreed with the finding and recommendation and worked with Budget Rent A Car Systems, Inc. to implement corrective action.