

# Mayor and Council Communication

DATE: 12/13/22

M&C FILE NUMBER: M&C 22-1072

LOG NAME: 55 AVIATION CAPITAL FUND APPROPRIATION 2023-1

**SUBJECT**

(CD 2 and CD 6) Adopt Appropriation Ordinances for the Purpose of Transferring \$6,925,000.00 from the Municipal Airports Fund to the Municipal Airports Capital Projects Fund for Programmable Projects and Amend the Fiscal Years 2023 - 2027 Capital Improvement Program

**RECOMMENDATION:**

It is recommended that the City Council:

1. Adopt the attached appropriation ordinance increasing receipts and appropriations in the Municipal Airport Fund in the amount of \$6,925,000.00, with a 1) decrease to budgeted contribution to Net Position by \$1,160,507.00 (resulting in a \$0 contribution to Net Position) and 2) a decrease to Net Position by \$5,764,493.00, for the purpose of transferring to the Municipal Airport Capital Projects Fund;
2. Adopt the attached appropriation ordinance increasing receipts and appropriations in the Municipal Airport Capital Projects Fund transferred from available funds within the Municipal Airport Fund in the amount of \$6,925,000.00, for the purpose of funding the 1) Future Grant Matches project (City Project No.101731) in the amount of \$1,000,000.00, 2) the Meacham Fuel Farm programmable project (City Project No. P00140) in the amount of \$5,500,000.00, 3) the Spinks Maintenance programmable project (City Project No. P00113) in the amount of \$170,000.00, 4) the Spinks Equipment - Vehicles programmable project (City Project No. P00012) in the amount of \$155,000.00, 5) the Spinks Air Traffic Cntl Maint programmable project (City Project No. P00138) in the amount of \$50,000.00, and 6) the Meacham Maintenance programmable project (City Project No. P00112) in the amount of \$50,000.00; and
3. Amend the Fiscal Year 2023 Adopted Budget and the Fiscal Years 2023 - 2027 Capital Improvement Program.

**DISCUSSION:**

The Future Grant Matches project (City Project No. 101731) is utilized as a placeholder to provide future grant matches for grant applications submitted to the Federal Aviation Agency (FAA) and the Texas Department of Transportation (TxDOT). Providing a grant match to FAA and TxDOT allows the Aviation Department Airport System to fund projects such as but not limited to infrastructure improvements, security and safety concerns, planning and environmental studies, and other airfield improvements.

The purpose of allocations to programmables is utilized as a placeholder for future programmable projects as detailed in the table below.

The action in this Mayor and Council Communication (M&C) will amend the Fiscal Year 2023 Adopted Budget as approved in connection with Ordinance 25773-09-2022, Section 4. Enterprise Funds, as listed on page 16.

Fund / Department Budget Category	FY2022 Adopted Budget	Authority	Budget Adjustment	Revised FY2022 Budget
Municipal Airports Fund				
Revenues				
License and Permits	\$54,063.00			\$54,063.00
Charges for Services	\$6,325,400.00			\$6,325,400.00
Use of Money and Property	\$8,017,733.00			\$8,017,733.00
Other Revenue	\$190,647.00			\$190,647.00
Transfer from General Fund (Fire Lease)	\$59,501.00			\$59,501.00
Use of Net Position		This M&C	\$5,764,493.00	\$5,764,493.00
<b>Total Revenues</b>	<b>\$ 14,647,344.00</b>		<b>\$5,764,493.00</b>	<b>\$20,411,837.00</b>
Expenditures				
Aviation	\$11,942,021.00			\$11,942,021.00
Transfer to General Fund (Fire Services)	\$59,501.00			\$59,501.00
Transfer to Municipal Airport Capital Projects Fund	\$1,320,664.00			\$1,320,664.00
FB/NP Intrafund Transfer Out		This M&C	\$5,764,493.00	\$5,764,493.00
		This M&C	\$1,160,507.00	\$1,160,507.00
Transfer to Grant	\$150,000.00			\$150,000.00
Transfer to IT Refresh Capital	\$14,651.00			\$14,651.00
Contribution to Fund Balance/Net Position	\$1,160,507.00	This M&C	(\$1,160,507.00)	\$0.00
<b>Total Expenditures</b>	<b>\$14,647,344.00</b>		<b>\$5,764,493.00</b>	<b>\$20,411,837.00</b>

Funding for these projects was not included in the Fiscal Year (FY) 2023 - 2027 Capital Improvement Program in the amount of \$6,925,000.00. The action in this M&C will amend the FY2023 - 2027 Capital Improvement Program as approved in connection with Ordinance 25773-09-2022.

Capital Fund Name	Project Name	FY2023 CIP Appropriations	Authority	Budget Adjustment	Revised FY2023 Budget
55002-General Capital Projects	P00012- Spinks Equipment - Vehicles Programmable	\$22,403.00	This M&C	\$155,000.00	\$177,403.00
55002-General Capital Projects	P00112- Meacham Maintenance Programmable	\$250,000.00	This M&C	\$50,000.00	\$300,000.00
55002-General Capital Projects	P00113- Spinks Maintenance Programmable	\$22,404.00	This M&C	\$170,000.00	\$192,404.00
55002-General Capital Projects	P00138- Spinks Air Traffic Cntrl Maint Programmable	\$0.00	This M&C	\$50,000.00	\$50,000.00
55002-General Capital Projects	P00140- Meacham Fuel Farm Programmable	\$125,500.00	This M&C	\$5,500,000.00	\$5,625,500.00
55002-General Capital Projects	Project No. 101731-Future Grant Matches	\$0.00	This M&C	\$1,000,000.00	\$1,000,000.00

Funding is available for appropriation in the net position of the Municipal Airport Fund. The available balance is \$13,300,497.50 and after the transfer to the Municipal Airport Capital Projects Fund, the balance will be \$6,375,497.50.

A Form 1295 is not required because: This M&C does not request approval of a contract with a business entity.

**FISCAL INFORMATION / CERTIFICATION:**

The Director of Finance certifies that funds are currently available within the Municipal Airport Fund and upon approval of the above recommendations and adoption of the attached appropriation ordinances, funds will be available in the Municipal Airport Capital Projects Fund for the Future Grant Matches, Meacham Maintenance Reserve, Spinks Maintenance, Spinks Equipment - Vehicles, Spinks Air Traffic Cntrl Maint and Meacham Maintenance projects. Prior to an expenditure being incurred, the Aviation Department has the responsibility of verifying the availability of funds.

**Submitted for City Manager's Office by:** Dana Burghdoff 8018

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