

Legislation Text

File #: 2017-1564, **Version:** 1

Airport Financial Report for the Year Ended June 30,2017

Issue/Request:

Monthly Review of Airport Financial Operations

Key Issues:

[Enter text here]

Proposed City Council Motion:

Informational only

Background:

[Enter text here]

Impact/Analysis:

Reports through June 2017 show the Airport fund with a net operating loss of \$551,303. The fund has operating revenues of \$1,293,485 against expenditures of \$1,844,788. Nonoperating items and transfers bring the fund to a year-to-date net income of \$10,384,563. When depreciation expense of \$574,903 is excluded (added back), net income adjusted for depreciation is \$10,959,467. Grant reimbursements make up \$10,586,587 of this income amount.

Operating Revenues are below budget (99%) and below prior year \$22,881 or 3%. Rental revenues are exceeding budget by 9% for FY17 and up 18% compared to last year. Fuel revenues are below budget \$77,845 (12%) and down \$87k (13%) compared to last year. Overall, sales in gallons are down 12,875 gallons or 8% compared to last year. The airport was closed to take offs and landings from April 17th to May 9th and Runway 18/36 was closed until the end of September 2017. These closures are the primary reason for lower fuel sales in gallons and dollars. In addition, prices on average are \$.61/gallon lower than last year.

Expenditures are under budget \$23,960 or 1%. Both salaries and supplies for resale (fuel) are coming in 9% respectively (\$83,000) below budget. OSS&C is under budget \$62k or 23%. Items included in this category include fuel used in airport vehicles/equipment and fuel discounts earned on purchases. Maintenance and repairs are \$84k (155%) over budget due to repairs (doors, painting, electrical, etc.) on Hangar One, a new transmission in a truck, a new battery in the tug and extensive repairs to two mowers. Utilities (electric) are over \$20k, again primarily due to Hangar One. All other expense categories are performing within 5% of budget.

Presenter: Darlene Pickett