

Legislation Text

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Airport Year to Date Financial Report February 28, 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 February 2017 show the Airport fund with a net operating loss of \$326,813. The fund has operating revenues of \$876,701 against expenditures of \$1,203,514. Nonoperating items and transfers bring the fund to a year-to-date net loss of \$167,059. When depreciation expense of \$370,851 is excluded (added back), net income adjusted for depreciation is \$203,851. Grant reimbursements make up \$147,818 of this income amount.

Operating Revenues are right at budget (100%) and above prior year \$35,646 or 4%. Rental revenues are exceeding budget by 9% for FY2017 and up 17% compared to last year. Fuel revenues are below budget \$30,784 (7%) and down \$34k (8%) compared to last year. Lower fuel prices are the primary driver for lower revenues compared to last year. Overall, sales in gallons are up 1,800 gallons or 2% compared to last year. Prices on average are \$.82/gallon lower than last year. Staff noted January had 14 IFR days.

Expenditures are under budget \$41,590 or 3%. Salaries and wages are the main driver in the overall decrease coming in at \$31,328 (11%) under budget. OSS&C is under budget \$29k or 17%. Items included in this category include fuel used in airport vehicles/equipment and fuel discounts earned on purchases. Both of these are below budget due to lower costs. Maintenance and repairs are \$18k (50%) over budget. This is expected to level out as the year continues. All other expense categories are performing within 10% or \$10,000 of budget.

Presenter: Darlene Pickett