

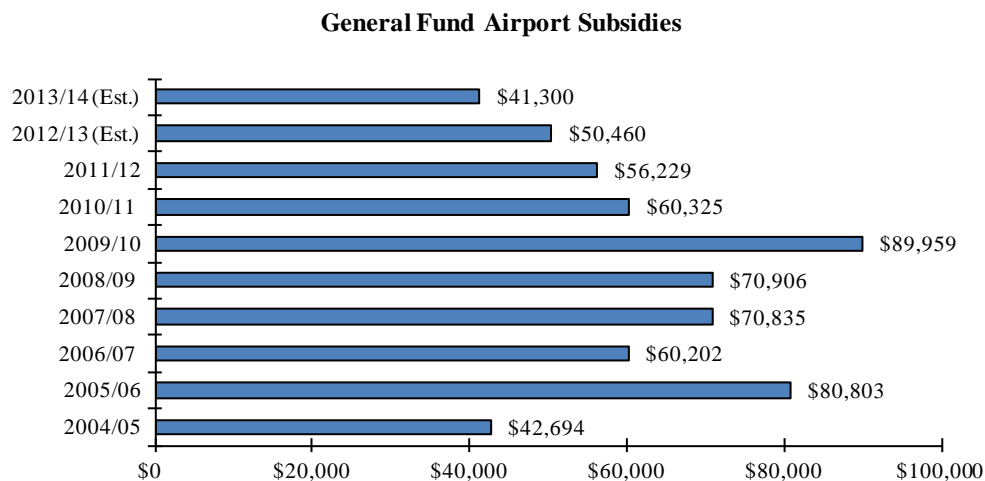
Function:
Transfers

Department:
City Administrator

Activity:
Airport Operations Subsidy

GENERAL INFORMATION

The Municipal Airport operation has been designated as an Enterprise Fund for budgeting purposes. As such, it has been necessary to make subsidy transfers from the General Fund as expenses incurred exceed revenues received from the operation. A summary of General Fund transfers since fiscal year 2004/2005 follows:



The General Fund subsidy has ranged from approximately \$43,000 to \$90,000 during the past ten years. The fluctuations in the subsidies were due to costs of repair and maintenance of airport facilities and navigational equipment, capital outlay costs and changes in farm prices which are linked to the rental land which helps support the Airport Operation.

CURRENT TRENDS AND ISSUES

The 2012/2013 revised estimate subsidy is \$50,460, which is \$3,160 more than the budgeted amount. This increased subsidy is primarily due to costs for a runway blowup repair in the amount of \$8,970. The City received a State grant which funded 70% of this cost, leaving the City's local share at approximately \$2,700.

The budgeted subsidy for fiscal year 2013/2014 of \$41,300 is \$6,000 (12.7%) less than the original 2012/2013 budget. This reduction is due to there being no capital outlay requests in the Airport operating budget in 2013/2014. A full review of the airport operation is included in the Airport Operations budget in the Enterprise Funds section of this document.

As the Municipal Airport is an integral part of the community and plays an important role in the economic development of the City, it is anticipated that the General Fund will continue to subsidize this operation in the future.

Function:
Transfers

Department:
Community Development

Activity:
Airport Operations Subsidy

	Actual 2010/2011	Actual 2011/2012	Budget 2012/2013	Revised Estimate 2012/2013	Budget 2013/2014	Percent Change
Expenditure Summary						
Personal Services	\$ -	\$ -	\$ -	\$ -	\$ -	
Commodities	-	-	-	-	-	
Contractual Services	-	-	-	-	-	
Capital Outlay	-	-	-	-	-	
Transfers	<u>60,325</u>	<u>56,229</u>	<u>47,300</u>	<u>50,460</u>	<u>41,300</u>	-12.68%
Total Expenditures	<u>\$ 60,325</u>	<u>\$ 56,229</u>	<u>\$ 47,300</u>	<u>\$ 50,460</u>	<u>\$ 41,300</u>	-12.68%
Funding Sources						
General Revenues	<u>\$ 60,325</u>	<u>\$ 56,229</u>	<u>\$ 47,300</u>	<u>\$ 50,460</u>	<u>\$ 41,300</u>	-12.68%