

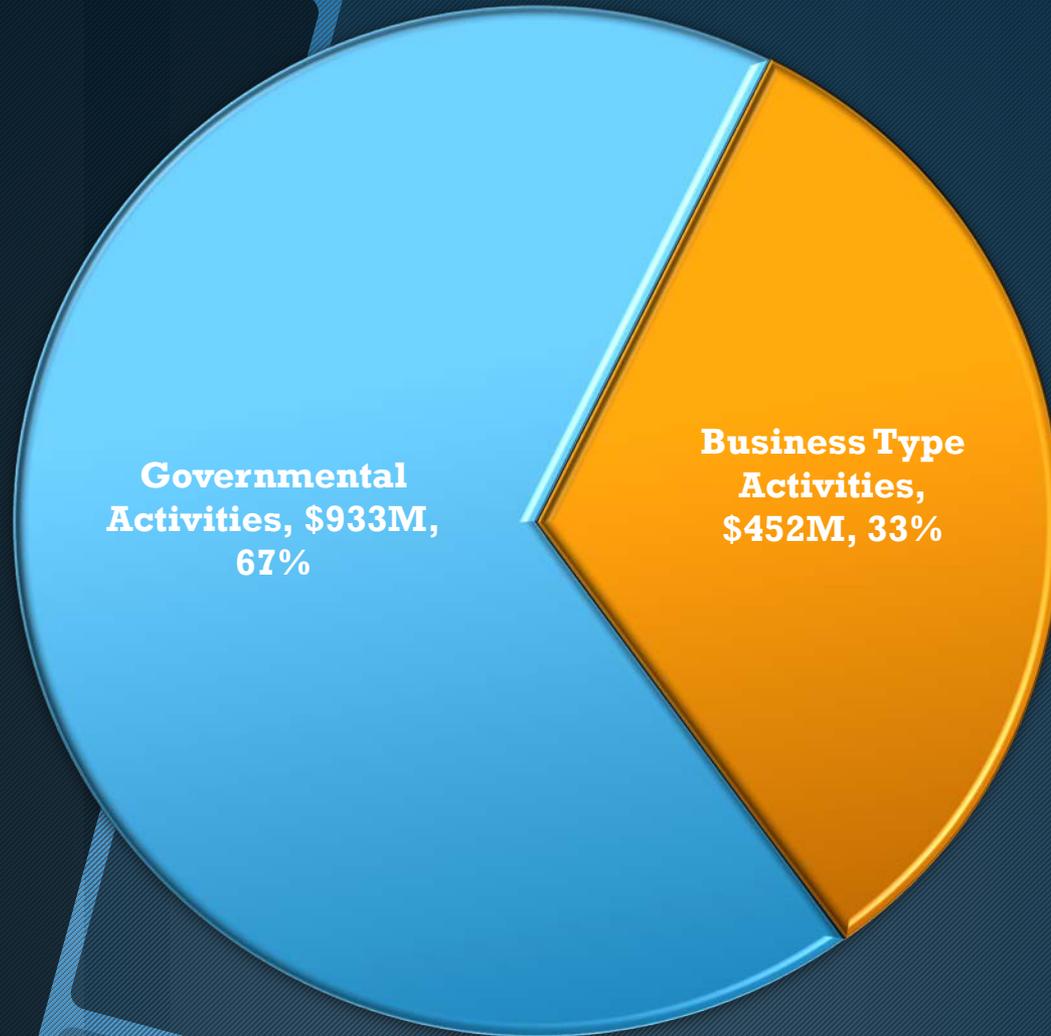
# Airport Finance

Presentation to  
Airport Terminal Advisory Group

By  
Randall J. Landes  
Director of Finance

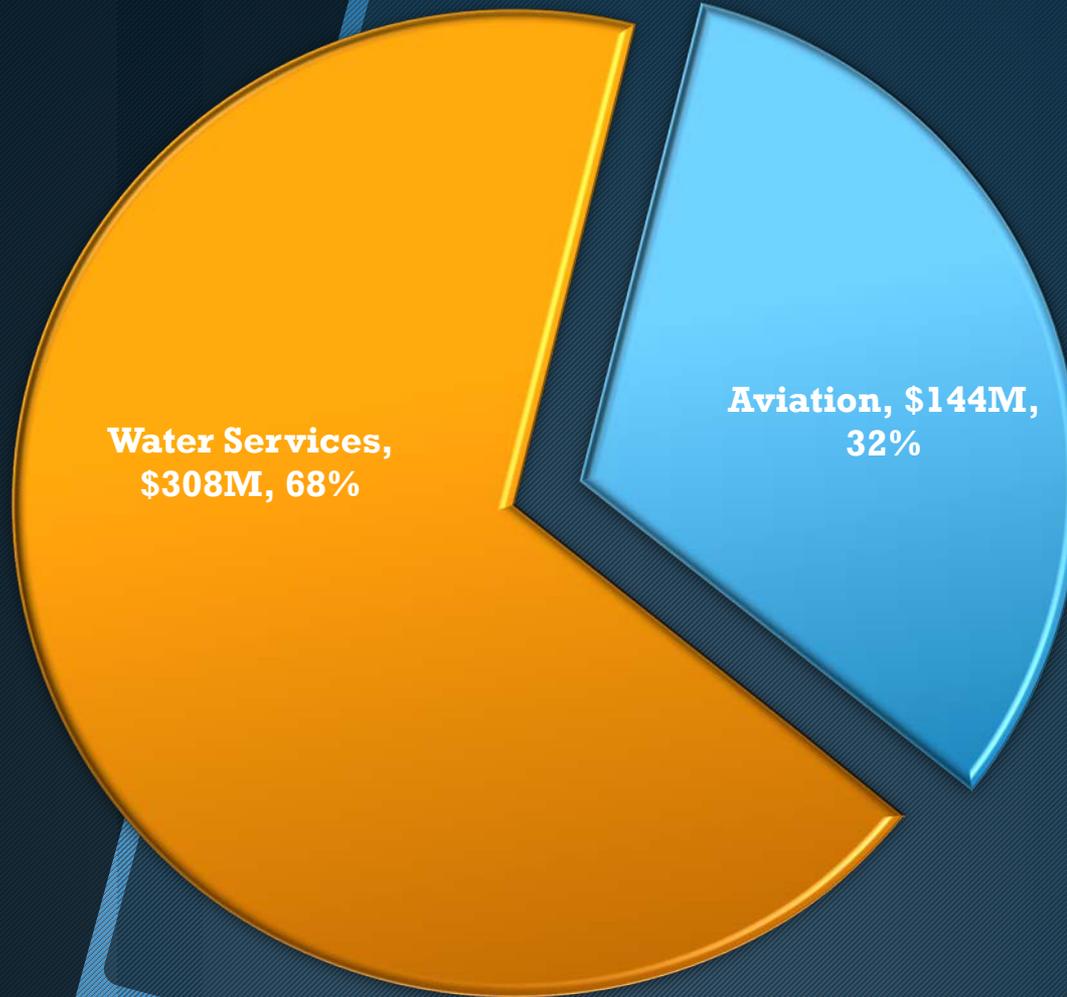
# Total City Budget - FY2013-14

\$1.385 billion



# Business - Type Activities Budget

\$452 million



# City Charter

“ Sec. 406. Aviation.

“ (a)

“ *Duties.* There will exist an Aviation Department, under the supervision of a Director of Aviation, to administer the operations of the City's airports and associated activities of the City, including:

“ (1)

“ *Management of airports.* Management and operation of all the buildings and fields owned and operated by the City for the purpose of serving aviation;

“ (2)

“ *Property management.* Negotiate all leases for the facilities under control of the Aviation Department;

“ (3)

“ *Development of future aviation facilities.* Study and make recommendations to the City Manager concerning the regulation and development of aviation, including proposals for the enlargement of existing or the addition of new facilities to serve the aviation industry adequately;

“ (4)

“ *Promotion of aviation.* Make recommendations to the City Manager of programs for the promotion and growth of aviation;

“ (5)

“ *Miscellaneous duties.* Perform such other related duties as required by the City Manager or by ordinance.

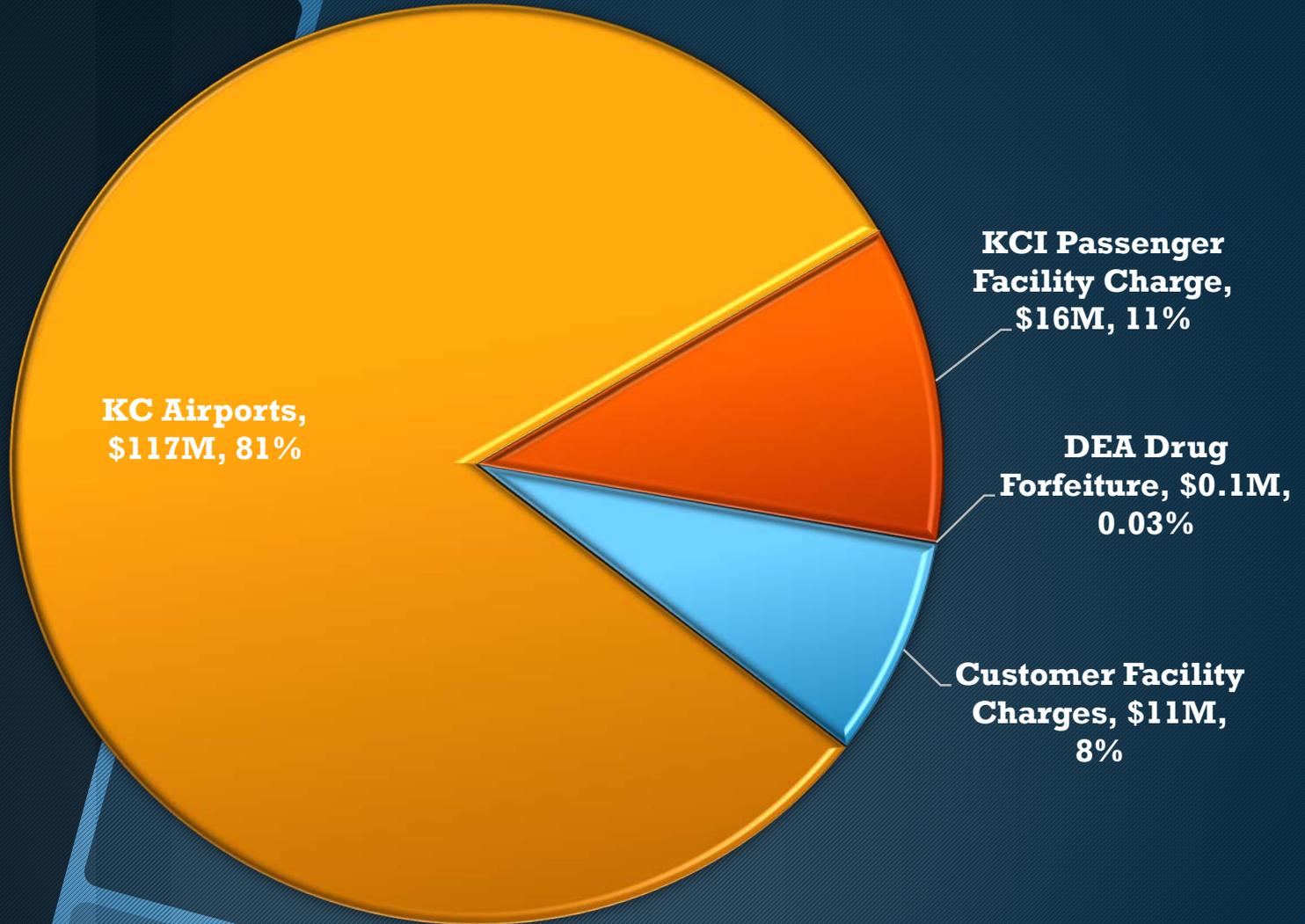
“ (b)

“ *Appointment.* The Director of Aviation shall be appointed by the City Manager based on executive ability, qualifications and experience in the aviation industry.

# Aviation Department Budget

By Fund

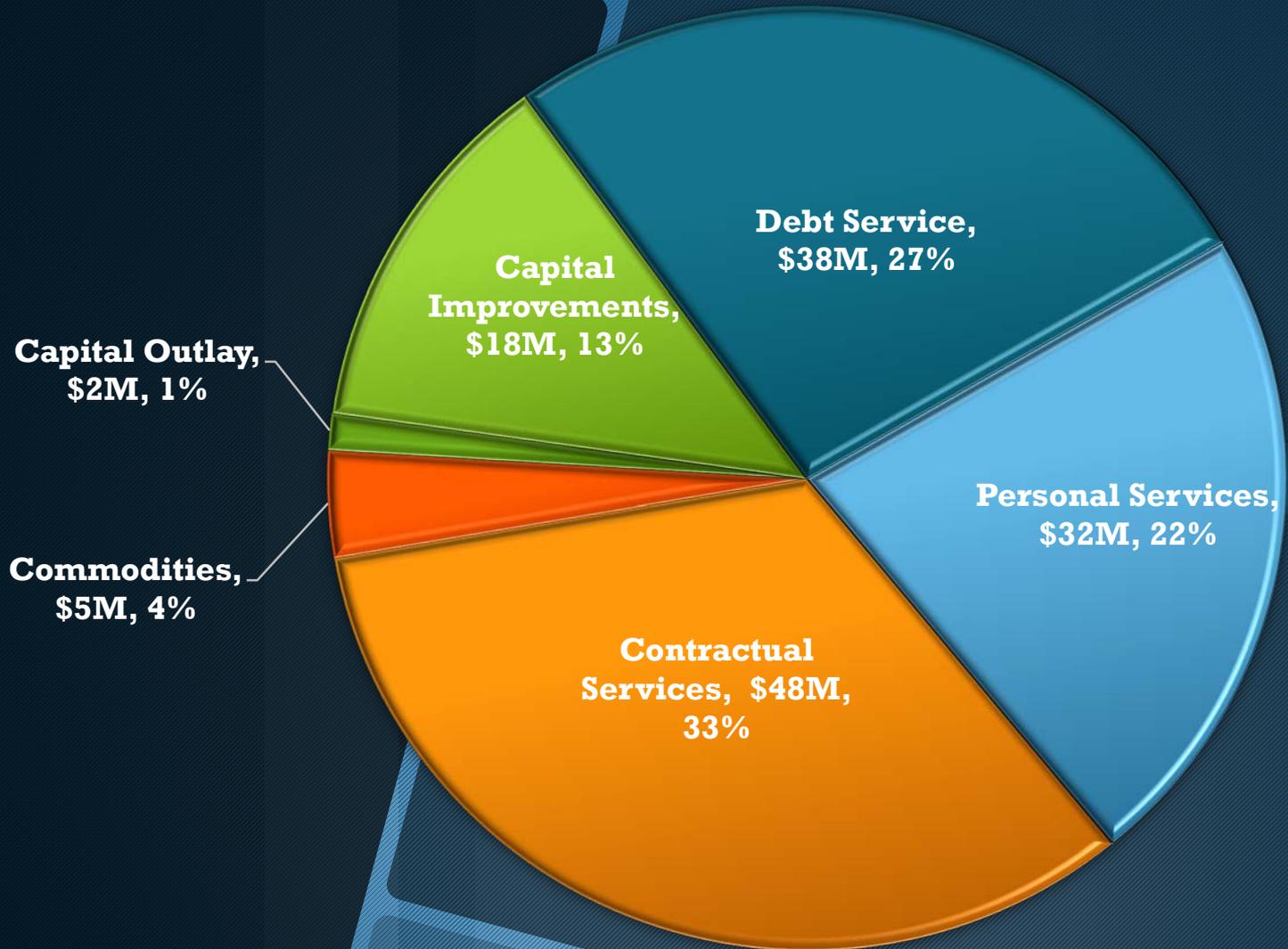
\$144 million



# Aviation Department Budget

By Expense Category

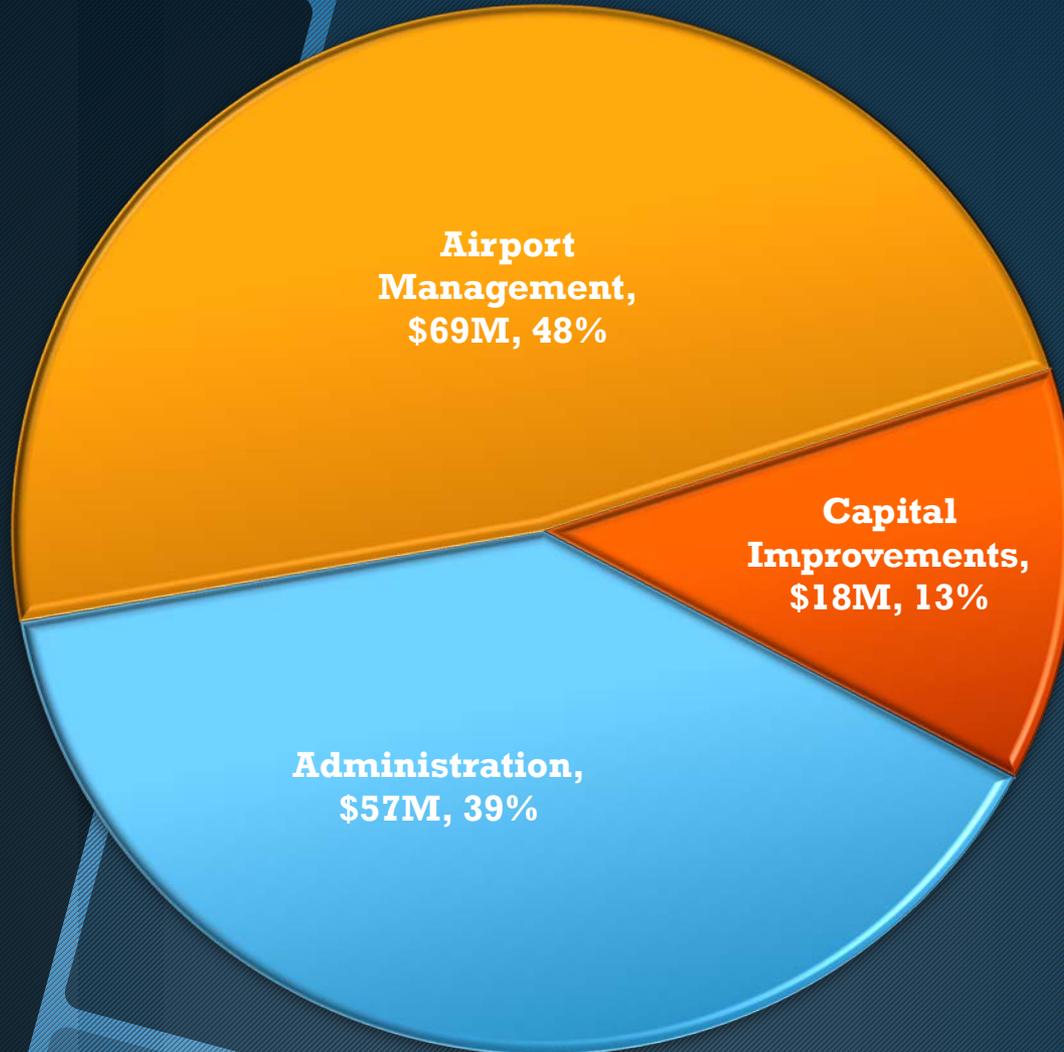
\$144 million



# Aviation Department Budget

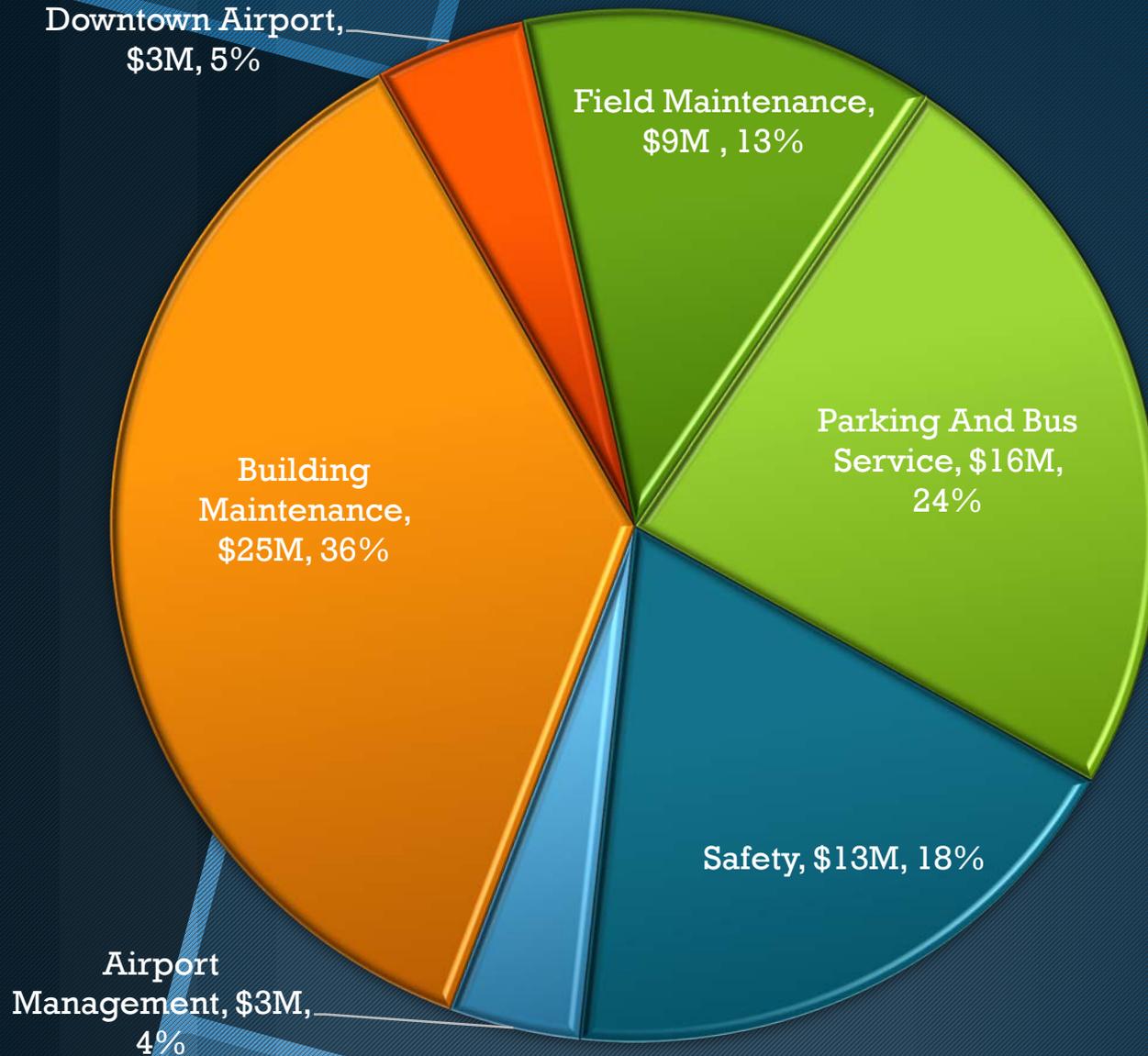
By Division

\$144 million



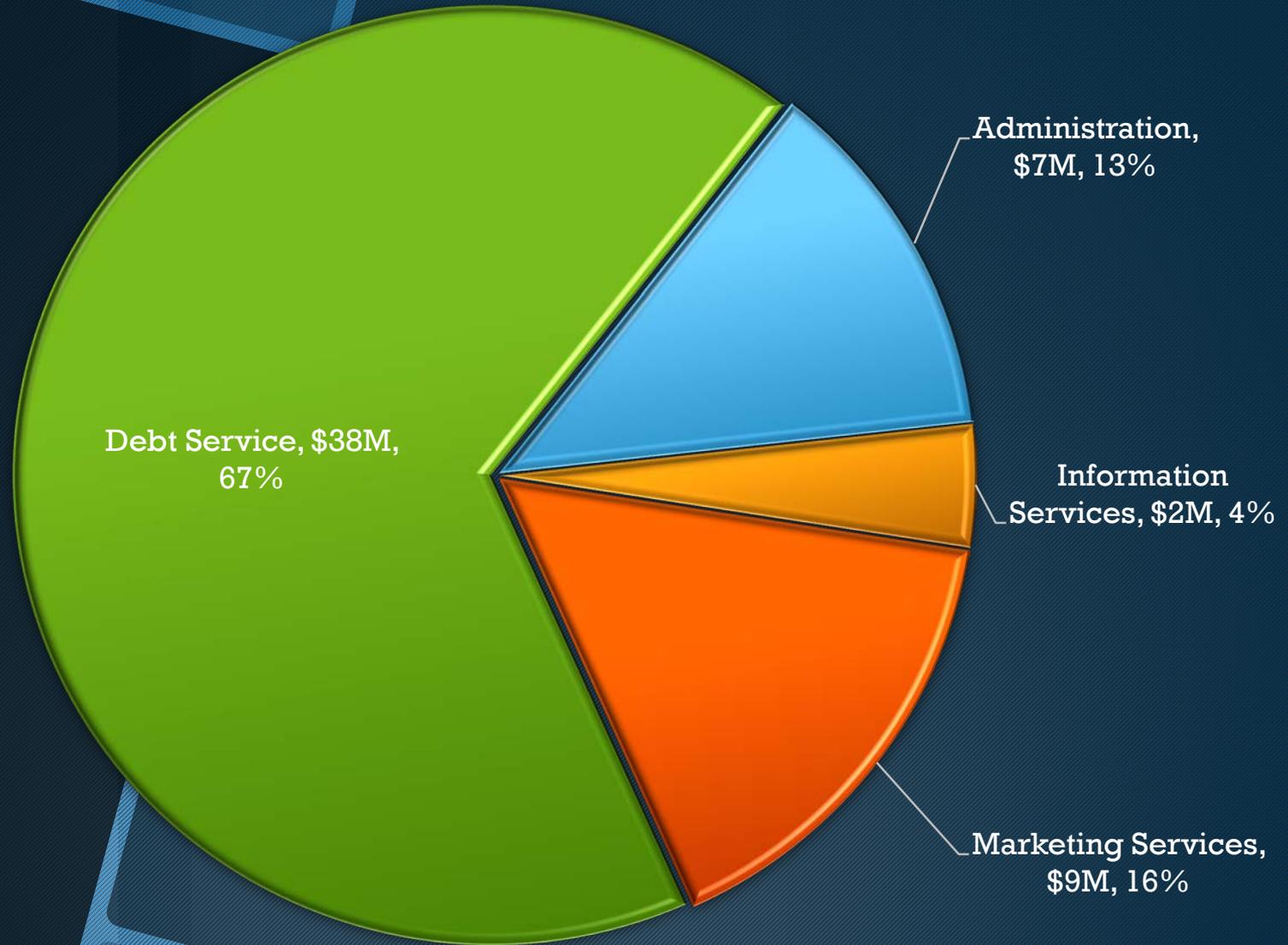
# Airport Management Budget

\$69 million



# Administration Budget

\$57 million



# Airports Fund

“ GAAP requirements for an Enterprise Fund

“ Any activity whose principal external revenue sources meet any of the following criteria:

“ Debt solely backed by fees and charges

“ Legal requirement to cover cost (through fees and charges)

“ Policy decision to cover cost (through fees and charges)

# Airports Fund

“ Airports Fund is an Enterprise Fund

“ Calls for separate accounting and financial reporting to track the activities of the enterprise

“ Investment income and any operating surplus stays in fund

“ Not closed to the General Fund at year end

# Airports Fund

“ KCI receives Airport Improvement Program (AIP) grants through the Department of Transportation

“ City makes certain “assurances”

“ Revenues generated by the airport will be expended by it for the capital or operating costs of the airport

“ Airport revenues cannot be used for general municipal purposes

# Airports Fund

“ City may charge the Airports Fund for direct and indirect support services

“ Sec. 1209. Payments in lieu of taxes.

“ The City Council may require the payment in lieu of taxes from enterprise funds of the City, but not to exceed ten percent of the funds gross revenue, representing taxes that would have been payable by private operators of the activities.

# Administrative Service Charges

<b>Actual FY2009-10</b>	<b>Actual FY2010-11</b>	<b>Actual FY2011-12</b>	<b>Actual FY2012-13</b>	<b>Budget FY2013-14</b>
\$5,188,122	\$5,188,123	\$4,367,899	\$3,886,032	\$5,577,451

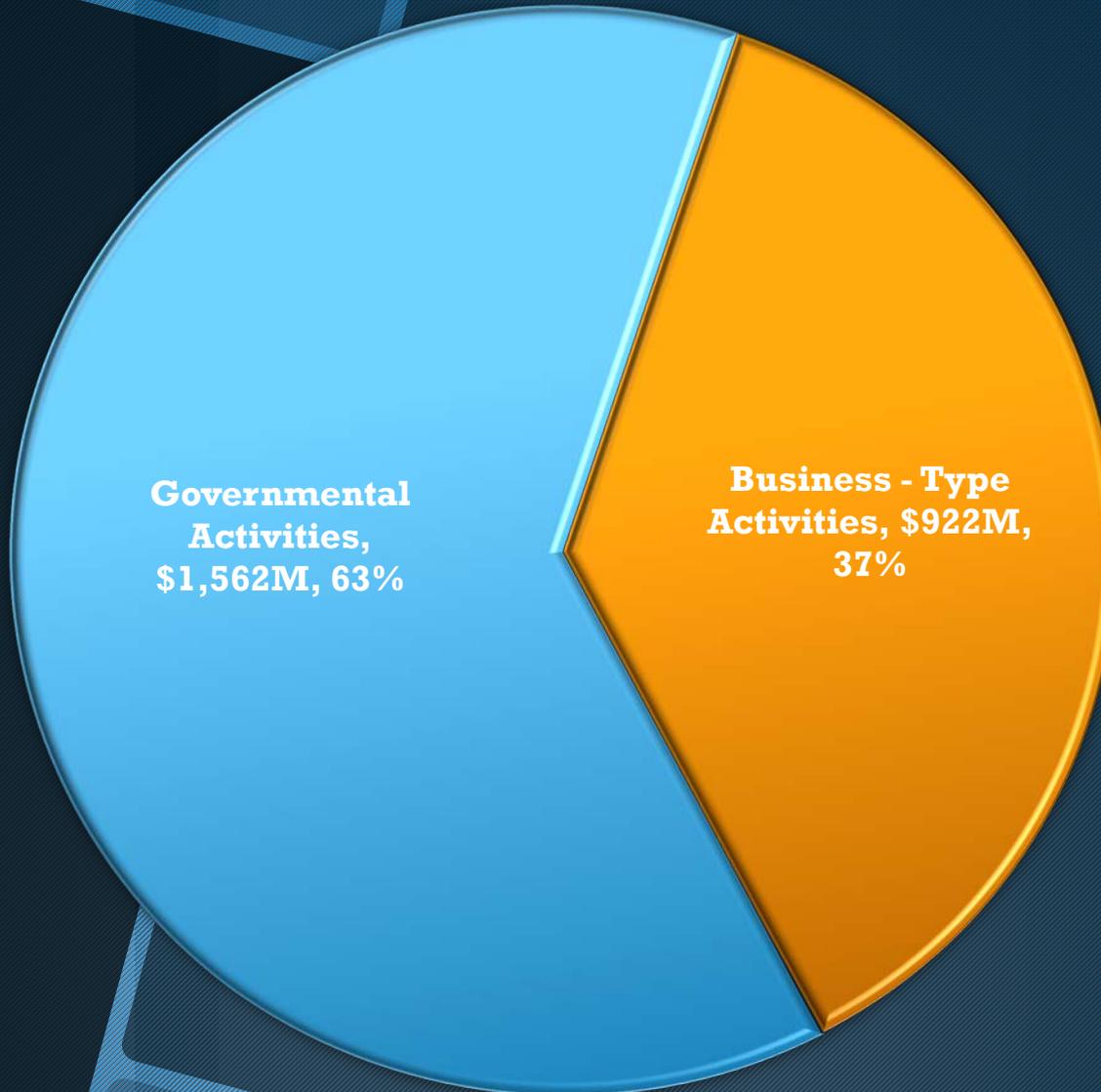
# City Debt Framework



# Total Debt

\$2.484 billion

As of 07/01/13



# Business - Type Activities Debt

\$922 million

As of 07/01/13

