

Airport Capital Projects

Roads & Facilities

Russell O. Stark, Airport Director

Enterprise Fund	2017-2018 Actual	2018-2019 Adjusted	2019-2020 Requested	2019-2020 Recommended	Increase/ (Decrease)
Expenditures					
Fixed Assets	\$0	\$0	\$2,166,463	\$2,166,463	\$2,166,463
Total Appropriations	\$0	\$0	\$2,166,463	\$2,166,463	\$2,166,463
Earned Revenues By Source					
Operating Transfers In	\$0	\$0	\$7,403	\$7,403	\$7,403
Airport Special Revenues	0	0	2,094,060	2,094,060	2,094,060
Fund Balance	0	0	65,000	65,000	65,000
Total Revenues	\$0	\$0	\$2,166,463	\$2,166,463	\$2,166,463
Net County Cost	\$0	\$0	\$0	\$0	\$0

Purpose

The Airport Capital Projects budget includes capital improvement projects in support of Airport efforts to plan, operate, and maintain the safety and appearance of the Airport to meet the highest standards. The Airport prioritizes capital project development to address safety and capacity infrastructure needs. Project phases typically include scope development, environmental clearance, design, engineering, and construction.

- \$1,015,000 Small Community Air Service Development Program (SCASDP) Project.
- \$79,269 Rehabilitate Runway Light Signage.

Major Budget Changes

Revenues

- \$2,094,060 Federal reimbursement and Measure K Fund reimbursement for construction based on planned capital projects.
- \$7,403 Reimbursement from Passenger Facility-Charges (PFC).
- \$65,000 Use of fund balance for capital projects.

Fixed Assets/Capital Improvement

- \$1,072,194 Category II Instrument Landing System.

Program Discussion

The 2019-2020 recommended budget for Airport Capital Projects totals \$2,166,463 and reflects a change in accounting for capital improvement projects that were previously combined with the Airport Enterprise budget. The Airport was awarded a Department of Transportation (DOT) SCASDP grant in September 2016. On October 11, 2016, the Board of Supervisors approved the use of \$650,000 (B-16-572) with a commitment of local match funds (\$300,000 San Joaquin Council of Governments (SJCOG) funds and \$65,000 County's Transient Occupancy Tax) to assist an airline in initiating commercial air service from Stockton to Los Angeles. The Airport will utilize this grant in 2019-2020 to implement the United Airlines service to Los Angeles International Airport towards the end of 2019.

In 2014, the SJCOG Strategic Plan was amended to include the Airport in the Measure K Ordinance and Expenditure Plan to be eligible for additional funds for capital improvements. In 2015-2016, SJCOG approved an interest-only loan of \$9.7 million with a 3.82% interest rate for five years. The funding is used to modernize the aging infrastructure and equipment that continues to be a major issue. Multiple projects are included to improve safety, terminal efficiencies, and Americans with Disabilities Act compliance. Additionally, the general aviation pavement on the airfield has exceeded its useful life and requires replacement.

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Proposed Capital Projects Budget

(with projected sources of funding by project)

<i>Description</i>	<i>FAA</i>	<i>DOT</i>	<i>Local*</i>	<i>SJCOG</i>	<i>Total</i>
<i>CAT II Instrument Landing System</i>	\$0	\$0	\$0	\$1,072,194	\$1,072,194
<i>SCASDP</i>	0	650,000	65,000	300,000	1,015,000
<i>Rehab Runway Light Signage System</i>	71,866	0	7,403	0	79,269
Total**	\$71,866	\$650,000	\$72,403	\$1,372,194	\$2,166,463

*The local funding is from PFC, with the exception of the SCASDP project.

**These amounts are based on engineer estimates, and the actual costs and timing of reimbursements may vary significantly.