

Airports Special Revenue Funds - Consolidated

DESCRIPTION OF MAJOR SERVICES

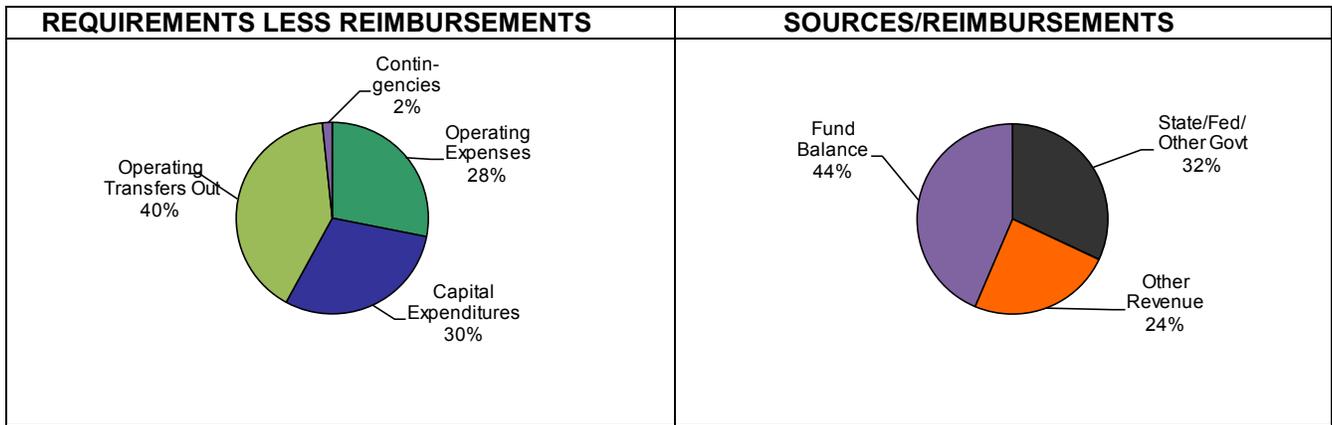
Chino Airport Commercial Hangars complex is managed, maintained, and operated by the Department of Airports. The Commercial Hangars at Chino Airport were constructed in 1987 with proceeds from a 30-year bond issue. In addition to maintenance expenses, requirements are budgeted annually for insurance costs and bond repayment. Requirements for this budget unit are funded from rental revenues and available fund balance. There is no staffing associated with this budget unit. However, this budget unit reimburses the Airport's general fund budget unit for the cost of staffing incurred to support the Commercial Hangar complex.

Budget at a Glance	
Requirements Less Reimbursements*	\$5,382,467
Sources/Reimbursements	\$3,036,030
Fund Balance	\$2,346,437
Use of Fund Balance	\$2,256,763
Total Staff	0
<small>*Includes Contingencies</small>	

The Chino Airport Incentive Fund was established mid-year in 2007-08 to provide separate accountability for all costs and revenues related to the objective of attracting and retaining businesses at Chino Airport. There is no staffing associated with this budget unit

Airports Capital Improvement Program is a Capital Improvement Program (CIP) that is managed by the Department of Airports and includes projects for Baker Airport, Barstow-Daggett Airport, Chino Airport, Needles Airport, and Twentynine Palms Airport. Projects funded in this budget unit include utility, storm water, and fire suppression plans, Airport Master Plans, Airport Layout Plans, construction and rehabilitation for numerous runways, taxiways, water systems, airport facilities, annual pavement maintenance, infrastructure and rehabilitation of reverted buildings. The capital projects for Apple Valley Airport (County Service Area 60) are budgeted in a separate budget unit. All Capital Improvement Projects for all six airports that are administered by the Department, or by Architecture and Engineering on behalf of the Department, are reported in the Capital Improvement Program section of this budget book. There is no staffing associated with this budget unit

2014-15 RECOMMENDED BUDGET



ANALYSIS OF 2014-15 RECOMMENDED BUDGET

GROUP: Operations and Community Services
DEPARTMENT: Airports
FUND: Consolidated Special Revenue

BUDGET UNIT: Various
FUNCTION: Public Ways and Facilities
ACTIVITY: Public Ways

	2010-11 Actual	2011-12 Actual	2012-13 Actual	2013-14 Estimate	2013-14 Modified Budget	2014-15 Recommended Budget	Change From 2013-14 Modified Budget
Requirements							
Staffing Expenses	0	0	0	0	0	0	0
Operating Expenses	1,700,659	1,416,177	1,094,597	1,165,979	1,382,826	1,512,895	130,069
Capital Expenditures	3,536,343	2,925,116	539,298	1,242,824	1,814,566	1,607,209	(207,357)
Contingencies	0	0	0	0	696,497	89,674	(606,823)
Total Exp Authority	5,237,002	4,341,293	1,633,895	2,408,803	3,893,889	3,209,778	(684,111)
Reimbursements	0	0	(200,000)	0	0	0	0
Total Appropriation	5,237,002	4,341,293	1,433,895	2,408,803	3,893,889	3,209,778	(684,111)
Operating Transfers Out	234,000	442,100	1,057,764	609,791	2,779,078	2,172,689	(606,389)
Total Requirements	5,471,002	4,783,393	2,491,659	3,018,594	6,672,967	5,382,467	(1,290,500)
Sources							
Taxes	0	0	0	0	0	0	0
Realignment	0	0	0	0	0	0	0
State, Fed or Gov't Aid	4,201,216	909,730	1,975,371	0	1,057,500	1,719,000	661,500
Fee/Rate	4,536	0	184	4,169	0	3,856	3,856
Other Revenue	937,734	587,260	926,599	1,179,994	1,043,183	552,964	(490,219)
Total Revenue	5,143,486	1,496,990	2,902,154	1,184,163	2,100,683	2,275,820	175,137
Operating Transfers In	596,210	221,100	1,111,129	794,064	1,185,480	760,210	(425,270)
Total Financing Sources	5,739,696	1,718,090	4,013,283	1,978,227	3,286,163	3,036,030	(250,133)
				Fund Balance	3,386,804	2,346,437	(1,040,367)
				Budgeted Staffing	0	0	0

DETAIL OF 2014-15 RECOMMENDED BUDGET

	2014-15			
	Requirements	Sources	Fund Balance	Staffing
Special Revenue Funds				
Chino Airport Commercial Hangars (Fund RCI)	1,137,030	1,137,030	0	0
Chino Airport Incentive Fund (Fund RCO)	26,631	0	26,631	0
Airports Capital Improvement Program (Fund RAA,RCD)	4,218,806	1,899,000	2,319,806	0
Total Special Revenue Funds	5,382,467	3,036,030	2,346,437	0

Chino Airport Commercial Hangars has approximately \$1.1 million in requirements for operating expenses, which includes transfers of \$856,394 for the bond payment and \$138,264 in services and supplies for operations. Sources of approximately \$1.1 million are generated from Rents and Concessions receipts from commercial tenants in the amount of \$547,964 and an operating transfer in from the Airports Capital Improvement Program budget unit in the amount of \$585,210 to fund current services. The Chino Airport Commercial Hangars, if fully occupied at the current market lease rate, will not generate adequate revenues to fully fund the operations, maintenance, and bond obligation expenses through the bond payment period.

Chino Airport Incentive Fund has \$26,631 in requirements for operating expenses for services and supplies, which is primarily for the completion of the Chino Airport Master plan, and is supported by the current fund balance of \$26,631.

Airports Capital Improvement Program has \$4.2 million in requirements which includes \$1.6 million in capital expenditures, primarily for: the ground water assessment associated with the groundwater plume at Chino Airport for \$200,000; the Chino Airport pavement and maintenance projects for \$390,746; the Barstow-Daggett Apron Rehab design for \$497,719; and an on-call engineering contract for various projects for \$200,000. Operating transfers out of \$2.2 million primarily consists of transfers to Architecture and Engineering (A&E) for



management of various CIP's, including: \$1.3 million for the Chino Runway Safety and Fire Suppression project and \$240,000 for the Kimble Avenue Storm Water Conveyance project, both at the Chino airport; and \$585,210 to the Chino Airport Commercial Hangars to fund current services. Sources of \$1.9 million are primarily from Federal grants for various CIP's including the Chino Fire Suppression Removal project.

BUDGET CHANGES AND OPERATIONAL IMPACT

Requirements are decreasing by approximately \$1.3 million primarily to reflect a decrease of \$606,823 in contingencies due to less fund balance available, and a decrease of \$606,389 in operating transfers out due to fewer A&E managed projects in 2014-15. Sources are decreasing by a net \$250,133 primarily attributed to the elimination of an operating transfers in from the Airport general fund budget to the Airport Capital Improvement Program budget due to financial constraints in the Airport general fund budget.

