



City of Arts & Innovation

City Council Memorandum

TO: HONORABLE MAYOR AND CITY COUNCIL DATE: MARCH 12, 2019

FROM: GENERAL SERVICES DEPARTMENT WARD: 3

SUBJECT: AUTHORIZE AN INCREASE IN ESTIMATED REVENUES AND APPROVE A SUPPLEMENTAL APPROPRIATION FROM THE AIRPORT ENTERPRISE FUND TO MEET FEDERAL AVIATION ADMINISTRATION GRANT COMPLIANCE REQUIREMENTS IN THE AMOUNT OF \$40,827

ISSUES:

Authorize an increase in estimated revenues and approve a supplemental appropriation from the Airport Enterprise Fund to meet Federal Aviation Administration grant compliance requirements in the amount of \$40,827.

RECOMMENDATIONS:

That the City Council authorize an increase in Airport Enterprise Fund (530) revenue account 0000530-346120 of \$40,827 and approve a supplemental appropriation in the same amount to expense account 2245000-421000 to meet Federal Aviation Administration grant compliance requirements.

BACKGROUND:

The City of Riverside has made ongoing investments to accommodate growth at the Riverside Municipal Airport through the award of Federal Aviation Administration (FAA) grants. Grant investments received from the FAA since September 2011 total \$4,692,917.

DISCUSSION:

Application for and compliance with grant monies received requires additional studies and professional services to identify grant eligibility. Federal budget constraints impact grant application timelines, with FAA project funding identified annually in December.

The Riverside Municipal Airport expended a total of \$40,827 in professional services outside of the adopted FY 2018-2020 Two-Year Budget to meet FAA grant requirements. Services included Professional Services Agreements associated with Disadvantaged Business Enterprise (DBE)

compliance in the amount of \$22,970 and a Pavement Condition Index (PCI) study for Taxiway A in the amount \$17,857.

Airport Ground and Building Rental revenues are performing well, with a 3% growth over FY 2017/18 revenues, and are expected to come in approximately \$200,000 over FY 2018/19 forecasted revenues. Therefore, an increase in this revenue estimate is recommended to offset the unexpected costs related to the FAA grants, for a net zero impact to Airport fund balance.

FISCAL IMPACT:

If City Council approves the recommended revenue adjustment and supplemental appropriation, the net fiscal impact of this action is zero. Within the Airport Enterprise Fund (530), the Ground and Building Rental revenue estimate will be increased by \$40,827 in account 0000530-346120, and a supplemental appropriation in the same amount will be recorded in Professional Services account 245000-421000.

Prepared by:	Carl Carey, General Services Director
Certified as to	
Availability of funds:	Edward Enriquez, Chief Financial Officer/City Treasurer
Approved by:	Moises Lopez, Deputy City Manager
Approved as to form:	Gary G. Geuss, City Attorney