

RESOLUTION # R-08-2023

**A RESOLUTION APPROVING THE 2024 AIRPORT BUDGET AND
RECOMMENDING APPROVAL BY THE CITY COUNCILS OF FORT COLLINS
AND LOVELAND**

WHEREAS, the City of Fort Collins (“Fort Collins”) and the City of Loveland (“Loveland”) jointly own and operate the Northern Colorado Regional Airport (the “Airport”) pursuant to that Amended and Restated Intergovernmental Agreement for the Joint Operation of the Fort Collins-Loveland Municipal Airport (the “IGA”), dated January 22, 2015, as amended; and

WHEREAS, pursuant to the IGA, the two Cities formed the Northern Colorado Regional Airport Commission (“Commission”) and granted the Commission certain authority, including the authority to develop the Airport budget; and

WHEREAS, the two Cities reserved to themselves the authority to approve the annual Airport budget and the authority to approve each Cities’ annual contributions to and appropriation of the Airport budget; and

WHEREAS, Airport staff has prepared the annual Airport budget for fiscal year 2024 (the “2024 Airport Budget”) and the Commission has reviewed the 2024 Airport Budget, which is attached hereto as “Exhibit A” and incorporated herein; and

WHEREAS, after such review, the Commission approves the 2024 Airport Budget, and recommends approval by the two City Councils along with appropriation of the necessary funds for such 2024 Airport Budget.


**NOW THEREFORE BE IT RESOLVED BY THE NORTHERN COLORADO
REGIONAL AIRPORT COMMISSION AS FOLLOWS:**

Section 1. That the 2024 Airport Budget attached hereto as “Exhibit A” is hereby approved.

Section 2. That the Commission recommends that the Fort Collins City Council and the Loveland City Council each approve the 2024 Airport Budget. The Commission further recommends that the City Councils approve each City’s annual contributions to and appropriation of the 2024 Airport Budget.

Section 3. That this Resolution shall be effective as of the date and time of its adoption.

ADOPTED this 21st day of September, 2023.



Don Overcash, Chair of the
Northern Colorado Regional Airport Commission

ATTEST:



Secretary

APPROVED AS TO FORM:



Senior Assistant City Attorney

2024 Proposed Airport Budget



NORTHERN COLORADO
REGIONAL AIRPORT COMMISSION

	2020 Actual	2021 Actual	2022 Budget	2022 Actual	2023 Budget	2024 Budget	Justification	Percent Change
<u>OPERATING REVENUES</u>								
Hangar Rental	224,059	247,095	225,000	240,022	255,000	215,000	Reduced for decommissioning of A & B hangars	-15.7%
FBO Rent	92,586	92,713	94,172	94,172	94,134	105,008	Increase of two years CPI as per lease or 11.6% This is driven by fuel price and airport activity levels	11.6%
Gas and Oil Commissions	111,192	265,576	119,000	405,588	190,000	300,000	This is driven by fuel price and airport activity levels	57.9%
State & County Aircraft Fuel Tax	119,829	127,754	140,000	193,644	166,500	150,000	Adjusted for new leases, and CPI lease escalations	-9.9%
Land Lease	694,391	738,561	749,900	920,494	891,600	1,099,000	Tied to airline/ bus activity	23.3%
Terminal Lease and Landing Fees	5,700	7,160	12,000	8,024	5,700	75,300	Tied to airline/ bus activity	1221.1%
Parking	4,805	330	75,000	0	0	0	Tied to airline/ bus activity	0.0%
Miscellaneous	23,494	205,476	23,000	132,708	31,100	52,600	Tied to airline/ bus activity	69.1%
TOTAL OPERATING REVENUES	1,276,056	1,684,665	1,438,072	1,994,652	1,634,034	1,996,908	Total	22.2%
<u>OPERATING EXPENSES</u>								
FTE	6	6	7.5	8	8	9		FTE 5.3%
Personal Services	641,868	668,421	827,312	776,765	1,089,540	1,147,418		Inflation adjustments 7.1%
Supplies	68,129	74,945	100,000	99,694	115,400	123,550		adjustments 16.8%
Purchased Services	513,984	435,275	678,619	620,144	1,506,360	1,759,928		Total 11.8%
TOTAL OPERATING EXPENSES	1,223,981	1,178,641	1,605,931	1,496,603	2,711,300	3,030,896		
OPERATING GAIN (LOSS)	52,075	506,023	(167,859)	498,049	(1,077,266)	(1,033,988)	USDOT SCASD Grant cost amounts to this loss- and if received would provide for 75% funding reimbursement	-4.0%
<u>NONOPERATING REVENUES (EXPENSES)</u>								
City Contributions	0	0	0	0	0	0		No change
Passenger Facility Charge	0	0	65,000	0	0	0		Finance controlled investments -3.9%
Interest Income	95,157	(61,294)	75,000	(112,373)	51,000	49,000	Anticipated federal and state funded capital project expenses	-28.9%
Capital Expenditures	(1,481,000)	(3,623,375)	(14,313,373)	(1,082,549)	(30,891,667)	(21,958,000)		
TOTAL NONOPERATING REVENUES (EXPENSES)	(1,385,843)	(3,684,669)	(14,173,373)	(1,194,922)	(30,840,667)	(21,909,000)		-29.0%
NET INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	(1,333,768)	(3,178,646)	(14,341,232)	(696,873)	(31,917,933)	(22,942,988)		-28.1%
Capital Contributions	922,000	4,274,041	16,581,373	1,399,819	31,248,000	16,890,000	Terminal Building Construction, Runway Widening Design, potential grants for SCASDG and BIL Terminal Funding Grants	-45.9%
CHANGE IN NET POSITION	(411,768)	1,095,395	2,240,141	702,946	(669,933)	(6,052,988)	This change is driven by the local share for the terminal project and any grant matches	803.5%
Reserve Appropriation	500,000	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000	IGA stipulates this amount to be the lesser of 50% of unassigned balances of Airport Operating reserves and Capital Fund or less than 25% of the Airport's annual budget	0.0%