

**OPERATING BUDGET**  
**FISCAL NOTE**

**DATE OF COUNCIL CONSIDERATION:**  
**DEPARTMENT:**  
**FUND:**

3/6/25  
Aviation  
Airport Subordinate Obligation

**SUBJECT:** Approve an ordinance amending the Fiscal Year 2024-2025 Aviation Department Airport Subordinate Obligation Fund Budget (Ordinance No. 20240814-007) to increase transfers in by \$1,500,000 and increase appropriations by \$1,500,000 for interest payments and other costs associated with the anticipated draws on the Airport System Subordinate Lien Revolving Revenue Note Program.

**CURRENT YEAR IMPACT:**

	2024-25 Approved	This Action	2024-25 Amended
Beginning Balance	195	0	195
Total Revenue	0	0	0
Total Transfers In	0	1,500,000	1,500,000
Total Appropriated Funds	0	1,500,000	1,500,000
Requirements			
Total Requirements	0	1,500,000	1,500,000
Total Requirements	0	1,500,000	1,500,000
Excess (Deficiency) of Total Available Over Total Requirements	0	0	0
Ending Balance	195	0	195

**FIVE-YEAR ESTIMATED IMPACT:**

	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029
Total Revenue	1,500,000	0	0	0	0
Total Requirements	1,500,000	0	0	0	0
Net Budget Impact	0	0	0	0	0

**ANALYSIS / ADDITIONAL INFORMATION:** This budget amendment is to accommodate the interest payments and any unused balance fees associated with the anticipated draws on the Airport System Subordinate Lien Revolving Revenue Note Program within the Airport Subordinate Obligation Fund. The Airport System Subordinate Lien Revolving Revenue Note Program was established with Ordinance No. 20250130-013, approved on consent by City Council on January 30, 2025. The Airport anticipates executing its first Note Purchase Agreement and issuing up to two draws during Fiscal Year 2024-2025.

The Airport Operating Fund has appropriated budget in Fiscal Year 2024-2025 for the cost of issuance, interest payments, and other associated fees. Ordinance No. 20250130-013 declares any Program Notes and the Note Program Costs to be Subordinate Obligations under the Revenue Bond Ordinances and, in accordance with Article 6 in the Ordinance, on a monthly basis the Airport will transfer funds from the Airport Operating Fund to the Airport Subordinate Obligation Fund in an amount sufficient to cover anticipated interest payments and any unused balance fees.

