

OPERATING BUDGET FISCAL NOTE

DATE OF COUNCIL CONSIDERATION:

4/22/21

DEPARTMENT:

Aviation

FUND:

Capital

SUBJECT: Approve an ordinance amending the Fiscal Year 2020-2021 Operating Budget for the Department of Aviation (Ordinance No. 20200812-001) to establish the Subordinate Obligation Fund; amending the Fiscal Year 2020-2021 Operating Budget for the Department of Aviation Airport Capital Fund (Ordinance No. 20200812-001) to increase transfers out by \$2,645,601; and amending the Fiscal Year 2020-2021 Operating Budget for the Department of Aviation Subordinate Obligation Fund (Ordinance No. 20200812-001) to transfer in and appropriate \$2,645,601 to replenish current and anticipated future deficiencies of the Austin-Bergstrom Landhost Enterprises, Inc. Debt Service Reserve Fund.

CURRENT YEAR IMPACT:

	2020-21 Approved	This Action	2020-21 Amended
Beginning Balance	161,713,085	0	161,713,085
Total Revenue	2,530,000	0	2,530,000
Total Transfers In	9,030,000	0	9,030,000
Total Appropriated Funds	11,560,000	0	11,560,000
Requirements			
Total Requirements	44,259,560	2,645,601	46,905,161
Total Requirements	44,259,560	2,645,601	46,905,161
Excess (Deficiency) of Total Available Over Total Requirements	(32,699,560)	(2,645,601)	(35,345,161)
Ending Balance	129,013,525	(2,645,601)	126,367,924

FIVE-YEAR ESTIMATED IMPACT:

	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
Total Revenue	0	0	0	0	0
Total Requirements	2,645,601	0	0	0	0

ANALYSIS / ADDITIONAL INFORMATION: Due to the significant impact of COVID-19 on the Airport Hilton Hotel, the City received a Debt Service Reserve Fund (DSRF) Deficiency Notice related to Austin-Bergstrom Landhost Enterprises, Inc.'s (ABLE) issuance of Airport Hotel Senior Revenue Refunding and Improvement Bonds, Series 2017. As a result, the Department of Aviation created the Subordinate Obligation Fund in order to replenish current and anticipated future deficiencies of the ABLE DSRF after making a Grant Funding Determination that Surplus Airport System Revenues are sufficient. This action will amend the Fiscal Year 2020-2021 Operating Budget for the Department of Aviation to establish the Subordinate Obligation Fund, transfer funds out of the Capital Fund, and transfer in and appropriate funds to the Subordinate Obligation Fund.