

# OPERATING BUDGET FISCAL NOTE

**DATE OF COUNCIL CONSIDERATION:**

3/24/22

**DEPARTMENT(S):**

Aviation

**FUND:**

Airport Operating

**SUBJECT:** Approve an ordinance amending the Fiscal Year 2021-2022 Aviation Department Operating Budget Airport Operating Fund (Ordinance No. 20210811-001) to recognize additional revenue in the amount of \$2,268,614, increase appropriations in the amount of \$2,268,614, and increase the number of authorized positions by 80 full-time equivalents to provide additional staff to support the rapid and unprecedented increase in passenger and aircraft traffic at the Austin-Bergstrom International Airport.

**CURRENT YEAR IMPACT:**

	2021-22 Approved	This Action	2021-22 Amended
Beginning Balance	0	0	0
Total Revenue	160,942,229	2,268,614	163,210,843
Total Transfers In	13,301,350	0	13,301,350
Total Available Funds	174,243,579	2,268,614	176,512,193
Department Requirements			
Facilities Management, Operations, and Airport Security	61,086,440	1,511,820	62,598,260
Support Services	30,346,679	357,303	30,703,982
Airport Planning & Development	6,045,841	399,491	6,445,332
Business Services	2,566,532	0	2,566,532
Total Department Requirements	100,045,492	2,268,614	102,314,106
Total Other Requirements	770,392	0	770,392
Total Transfers Out	73,427,695	0	73,427,695
Total Requirements	174,243,579	2,268,614	176,512,193
Excess (Deficiency) of Total Available Funds Over Requirements	0	0	0
Ending Balance	0	0	0
Full-time Equivalents	549.00	80.00	629.00

**FIVE-YEAR ESTIMATED IMPACT:**

	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
Total Revenue	2,268,614	0	0	0	0
Total Expenses	2,268,614	5,367,019	0	0	0

**ANALYSIS / ADDITIONAL INFORMATION:** This budget amendment is to provide resources and staff for the Aviation Department to support the operation of Austin-Bergstrom International Airport (AUS). AUS is experiencing unprecedented growth in both international and domestic air service as several airlines have recently added new services and new destinations. AUS will serve more than 40% passenger seat capacity this summer compared to the same period in 2019. Continued growth in the number of passengers traveling through the airport has created a need for additional staffing to maintain safe and secure 24/7 coverage to manage the increase in frequent peak travel periods throughout the day. The high volume of passenger activity within the current facilities also requires a higher responsiveness to maintain standards of service. This is exacerbated during special events and the summer and holidays travel season.

The total fiscal impact for adding 80 new positions to the Aviation Department is \$7,635,633. For this amendment, the Fiscal Year 2022 (FY22) fiscal impact is \$2,268,614 and reflects the number of temporary positions converting to permanent, job posting, and hiring anticipated through the remainder of the year. The annualized cost, or increment, for these new positions is \$5,367,019 and will be included as part of Fiscal Year 2023 (FY23) budget development. Additionally, based on an analysis of revenue realized year-to-date, Aviation is projecting additional revenue from increased airport traffic beyond what was budgeted for FY22. This amendment recognizes this additional revenue and appropriates the amount needed to fund these personnel costs for the remainder of FY22.