



**Budget Amendment
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

**AGENDA ITEM NO.: 11
AGENDA DATE: Thu 06/23/2005
PAGE: 1 of 2**

SUBJECT: Amend Ordinance No. 040913-02, the Fiscal Year 2004-2005 Department of Aviation Capital Budget to appropriate \$1,646,963 for the Noise Compatibility Program, the Federal Aviation Regulation Part 150 Update to the Noise Compatibility Program, and the Elevator and Escalator Improvement Project.

AMOUNT & SOURCE OF FUNDING: Funding in the amount of \$812,500 will be available from the Federal Aviation Administration (FAA), \$237,500, the City's in-kind match, is available in the Capital Fund of the Department of Aviation, and \$596,963 is available from the sale of land acquired in the Noise Compatibility Project, a Federal Aviation Administration (FAA) grant-funded project.

FISCAL NOTE: A fiscal note is attached.

**REQUESTING Aviation
DEPARTMENT:**

**DIRECTOR'S
AUTHORIZATION: Jim Smith**

FOR MORE INFORMATION CONTACT: Barbara Tipple, Chief Financial Officer/(512) 530-6510

PRIOR COUNCIL ACTION:

09/09/1999 – Federal Aviation Regulations (FAR) Noise Study

09/13/2004 – Adoption of Capital Budget for Fiscal Year 2004-2005

01/27/2005 – Acceptance of Grants from Federal Aviation Administration

BOARD AND COMMISSION ACTION: Approved by the Airport Advisory Commission

PART 150 UPDATE FOR NOISE COMPATIBILITY PROGRAM

Austin-Bergstrom International Airport's (ABIA) current Federal Aviation Regulation (FAR) Part 150 Noise Study, based on data and assumptions from 1999, is out of date. The goal of this study update is to re-evaluate and revise the current Noise Compatibility Program, which makes recommendations on compatible land uses for communities surrounding the Airport, addressing current conditions and those conditions envisioned in the Airport's Master Plan. This Part 150 Study Update to the Noise Exposure Maps and formulation of a newly revised Noise Compatibility Program will allow ABIA to continue to move closer to compatibility with the surrounding communities. This Part 150 Study update will provide a program enabling ABIA to meet the air travel demands defined in the Airport's Master Plan and to support the City of Austin's and the Central Texas region's anticipated growth and economic vitality.

The estimated cost of this project is \$500,000.

ELEVATOR & ESCALATOR IMPROVEMENTS PROJECT

The Elevator and Escalator Improvements project at ABIA originally included replacing four (4) existing escalators, installing two (2) additional down escalators, installing two (2) new elevators, and upgrading two (2) existing elevators. However, the project's architect recommended that ABIA install four (4) new



**Budget Amendment
CITY OF AUSTIN
RECOMMENDATION FOR COUNCIL ACTION**

**AGENDA ITEM NO.: 11
AGENDA DATE: Thu 06/23/2005
PAGE: 2 of 2**

elevators rather than two. Due to the change in the project scope as well as a large increase in steel costs, a \$550,000 budget increase is required.

NOISE COMPATIBILITY PROGRAM

The Department of Aviation's Noise Compatibility program was recommended by the Federal Aviation Regulation Part 150 Noise Study Update and approved by the FAA. The Department is continuing its implementation of the program, which is funded by FAA grants.

In the first phase of the program, the Department acquired property in the Linda Vista subdivision. In accordance with Federal regulations, the Linda Vista property was disposed of. This was done in two parts:

1. Three parcels of land were sold to Austin Energy for \$296,962.25, ABIA's cost of acquiring the parcels and all occupant relocation expenses. This course of action was in accordance with the FAA's requested procedures.
2. The remaining parcels of land were sold through a sealed bid auction. Bidding started at and was based on the fair market value of \$233,500. One bid from Austin Energy in the amount of \$300,000 was received. After a review by the Law Department and the FAA, the bid was considered valid as it met all of the terms and conditions of the auction.

As a part of the FAA Grant Agreement process, assurances are required to be submitted as part of the project application by sponsors requesting funds. Assurance No. 31 (a) states:

For land purchased under a grant for airport noise compatibility purposes, it will dispose of the land, when the land is no longer needed for such purposes, at fair market value, at the earliest practicable time. That portion of the proceeds of such disposition which is proportionate to the United States' share of acquisition of such land will, at the discretion of the Secretary, 1) be paid to the Secretary for deposit in the Trust Fund, or 2) be reinvested in an approved noise compatibility project as prescribed by the Secretary.

The FAA concurs with ABIA's reinvestment of funds received from the sale of property acquired in its Noise Compatibility program. The components of the projects covered by the budget amendment include:

Description	FAA Grant	DOA Portion	Revenue	Total
Part 150 Update	400,000	100,000		500,000
Elevator & Escalator Improvements	412,500	137,500		550,000
Noise Compatibility Program			596,963	596,963
	<u>\$812,500</u>	<u>\$237,500</u>	<u>\$596,963</u>	<u>\$1,646,963</u>

**CIP
Fiscal Note**

DATE OF COUNCIL CONSIDERATION:
WHERE ON AGENDA:
DEPARTMENT:

6/23/2005
Ordinance
Aviation

DESCRIPTION: Amend Ordinance No. 040913-02, the Fiscal Year 2004-2005 Department of Aviation Capital Budget to appropriate \$1,648,963 for the Noise Compatibility Program, the Federal Aviation Regulation Part 150 Update to the Noise Compatibility Program, and the Elevator and Escalator Improvement Project.

Project Name: ABIA Improvements Parent Account
Project Authorization: 2004-2005 Capital Budget
Funding Source: Airport Capital Fund/Grants/Land Sales Revenue
Number: 4910-817-3050

Current Appropriation	\$122,152,000
Amount of This Action	<u>1,648,963</u>
Amended Appropriation	\$123,798,963

Budget Office:  Date: 6/16/05

ORDINANCE NO.

AN ORDINANCE AMENDING THE FISCAL YEAR 2004-2005 AVIATION DEPARTMENT CAPITAL BUDGET OF ORDINANCE NO. 040913-02 TO APPROPRIATE FUNDS.

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

PART 1. The Council amends the Fiscal Year 2004-2005 Aviation Department Capital Budget of Ordinance No. 040913-02 to appropriate \$1,646,963 for the Noise Compatibility Program, the Federal Aviation Regulation Part 150 Update to the Noise Compatibility Program, and for the Elevator/Escalator Improvement Project.

PART 2. This ordinance takes effect on _____, 2005.

PASSED AND APPROVED

_____, 2005 §
 §
 §
 § _____
 Will Wynn
 Mayor

APPROVED: _____
 David Allan Smith
 City Attorney

ATTEST: _____
 Shirley A. Brown
 City Clerk