

City of Fayetteville Staff Review Form

2022-0335

Legistar File ID

5/3/2022

City Council Meeting Date - Agenda Item Only
N/A for Non-Agenda Item

Summer Fallen

4/6/2022

AIRPORT SERVICES (760)

Submitted By

Submitted Date

Division / Department

Action Recommendation:

Airport Staff is requesting approval of a budget adjustment in the amount of \$1,040,690.00, with \$999,690.00 funding additional loads of jet fuel and \$41,000.00 for additional loads of Avgas due to increasing in fuel sales and rising fuel costs.

Budget Impact:

5550.760.3955-5213.02										
5550.760.3955-5213.03	Airport									
Account Number	Fund									
Project Number	Project Title									
Budgeted Item? <u>Yes</u>	<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;">Current Budget</td> <td style="width: 10%;">\$</td> <td style="width: 60%; text-align: right;">1,669,000.00</td> </tr> <tr> <td>Funds Obligated</td> <td>\$</td> <td style="text-align: right;">695,501.80</td> </tr> <tr> <td style="border-bottom: 1px solid black;">Current Balance</td> <td style="border-bottom: 1px solid black;">\$</td> <td style="border-bottom: 1px solid black; text-align: right;">973,498.20</td> </tr> </table>	Current Budget	\$	1,669,000.00	Funds Obligated	\$	695,501.80	Current Balance	\$	973,498.20
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Funds Obligated	\$	695,501.80								
Current Balance	\$	973,498.20								
Does item have a cost? <u>No</u>	<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;">Item Cost</td> <td style="width: 10%;">\$</td> <td style="width: 60%; text-align: right;">-</td> </tr> </table>	Item Cost	\$	-						
Item Cost	\$	-								
Budget Adjustment Attached? <u>Yes</u>	<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;">Budget Adjustment</td> <td style="width: 10%;">\$</td> <td style="width: 60%; text-align: right;">1,040,690.00</td> </tr> <tr> <td style="border-bottom: 1px solid black;">Remaining Budget</td> <td style="border-bottom: 1px solid black;">\$</td> <td style="border-bottom: 1px solid black; text-align: right;">2,014,188.20</td> </tr> </table>	Budget Adjustment	\$	1,040,690.00	Remaining Budget	\$	2,014,188.20			
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Remaining Budget	\$	2,014,188.20								

V20210527

Purchase Order Number: 2022-00000079/2022-00000080

Previous Ordinance or Resolution # _____

Change Order Number: _____

Approval Date: _____

Original Contract Number: _____

Comments:



MEETING OF MAY 3, 2022

TO: Mayor and City Council

THRU: Susan Norton, Chief of Staff
Terry Gulley, Transportation Services Director

FROM: Summer Fallen, Airport Director

DATE: April 6, 2022

SUBJECT: **Approval of a budget adjustment in the amount of \$1,040,690.00 funding additional loads of jet fuel and Avgas due to increasing in fuel sales and rising fuel costs**

RECOMMENDATION:

Airport-Staff is requesting approval of a budget adjustment in the amount of \$1,040,690.00, with \$999,690.00 funding additional loads of jet fuel and \$41,000.00 for additional loads of Avgas due to increasing in fuel sales and rising fuel costs.

BACKGROUND:

The cost of jet fuel has increased from 2.14/gal. to 3.36/gal. The cost of Avgas has increased from 3.51/gal. to 4.13/gal. Airport fuel sales are continuing to increase with charter, DLA, and business traffic. In the first quarter we expensed 48% of the Jet fuel budget and 29% of the Avgas budget. Likewise, the revenue for the first quarter were 173% of the planned budget for Jet fuel and 169% for Avgas. The additional funds should provide budget through the end of the year for expenses related to fuel, barring future drastic increase in price.

BUDGET/STAFF IMPACT:

Staff is requesting funding for additional loads of Jet Fuel in the amount of \$999,960.00 and 100LL Avgas in the amount of \$41,000.00. The increase in fuel sales will generate additional revenue to offset the requested expense.

Attachments:

Staff Review Form
City Council Memo
Budget Adjustment