

# PALOMAR AIRPORT ADVISORY COMMITTEE



AIRPORT ENTERPRISE FUND (AEF) REVIEW

18 July 2024



# Airport Enterprise Fund (AEF)

- Self-supporting fund, separate from other County funds
- Used to budget continuing airport operations
- Funds the maintenance and management of the eight County airports and the services to the airport community
- Similar to a private business enterprise



# AEF Funding Sources

- FAA Grant Funding
- On-site Lease Agreements
- Fees
  - Landing Fees
  - Tie-Down Fees
  - Fuel Flowage

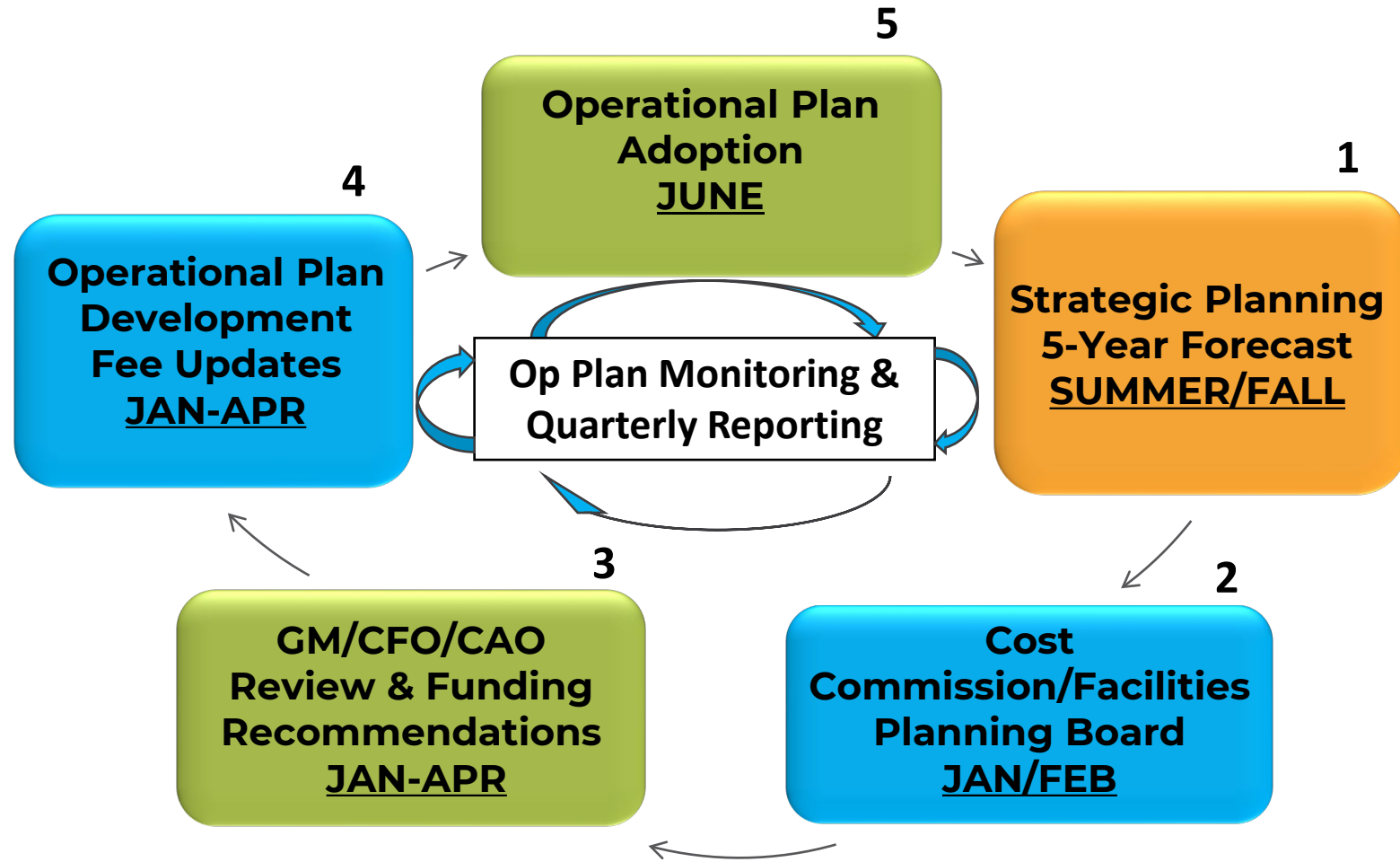


# Use of Funding

- Safe and Efficient Operations of Airports
  - On-going maintenance
    - Runway / Taxiways
    - Airport grounds
    - Terminal buildings
  - Capital Projects
  - Infrastructure Improvements
  - Safety Enhancements
  - 24/7 Operations



# Financial Planning Cycle



# AEF Budget

- Link to ACFR: [https://www.sandiegocounty.gov/content/sdc/auditor/annual\\_report23.html](https://www.sandiegocounty.gov/content/sdc/auditor/annual_report23.html)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION				
PROPRIETARY FUNDS				
For the Year Ended June 30, 2023				
(In Thousands)				
	Business-type Activities			Governmental
	Airport Fund	Other Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating revenues:				
Charges for current services	\$ 14,794	45,912	60,706	557,938
Other	171		171	3,401
<b>Total operating revenues</b>	<b>14,965</b>	<b>45,912</b>	<b>60,877</b>	<b>561,339</b>
Operating expenses:				
Salaries and employee benefits	5,081	6,256	11,337	71,842
Repairs and maintenance	1,662	5,573	7,235	53,324
Equipment rental	583	1,931	2,514	58
Sewage processing		13,982	13,982	
Contracted services	4,435	1,431	5,866	303,129
Depreciation	3,701	2,906	6,607	20,771
Amortization		70	70	
Utilities	570	123	693	37,983
Cost of material		2,885	2,885	5,116
Claims and judgments				124,463
Fuel	248	13	261	15,324
Other	1,051	2,627	3,678	8,753
<b>Total operating expenses</b>	<b>17,331</b>	<b>37,797</b>	<b>55,128</b>	<b>640,763</b>
<b>Operating income (loss)</b>	<b>(2,366)</b>	<b>8,115</b>	<b>5,749</b>	<b>(79,424)</b>
Nonoperating revenues (expenses):				
Grants	1,430	9	1,439	4,873
Investment earnings	4,149	1,995	6,144	10,152
Gain (loss) on disposal of assets				1,820
<b>Total nonoperating revenues (expenses)</b>	<b>5,579</b>	<b>2,004</b>	<b>7,583</b>	<b>16,845</b>
Income (loss) before capital contributions and transfers	3,213	10,119	13,332	(62,579)
Capital contributions		151	151	167
Transfers in	50	2,709	2,759	13,802
Transfers out	(131)	(2,815)	(2,946)	(2,137)
Change in net position	3,132	10,164	13,296	(50,747)
Net position (deficits) at beginning of year	131,464	143,036	274,500	97,866
<b>Net position (deficits) at end of year</b>	<b>\$ 134,596</b>	<b>153,200</b>	<b>287,796</b>	<b>47,119</b>



# AEF Budget – Simplified Breakdown

Income Statement (in thousands)
14,965 Operating Revenue
17,331 Operating Expense
-2,366 Operating Income (loss)
5,579 Non-Operating Revenue
3,213 Income before capital contributions and transfers
-81 Transfer In/Out
<b>3,132 Change In Net Position</b>



# Palomar Airport Fund Expenditure Summary

Adopted FY 2024-25 Budget: \$8.3M

**Services & Supplies**

**\$6.9M**

**83%**

**Salaries & Benefits**

**\$1.4M**

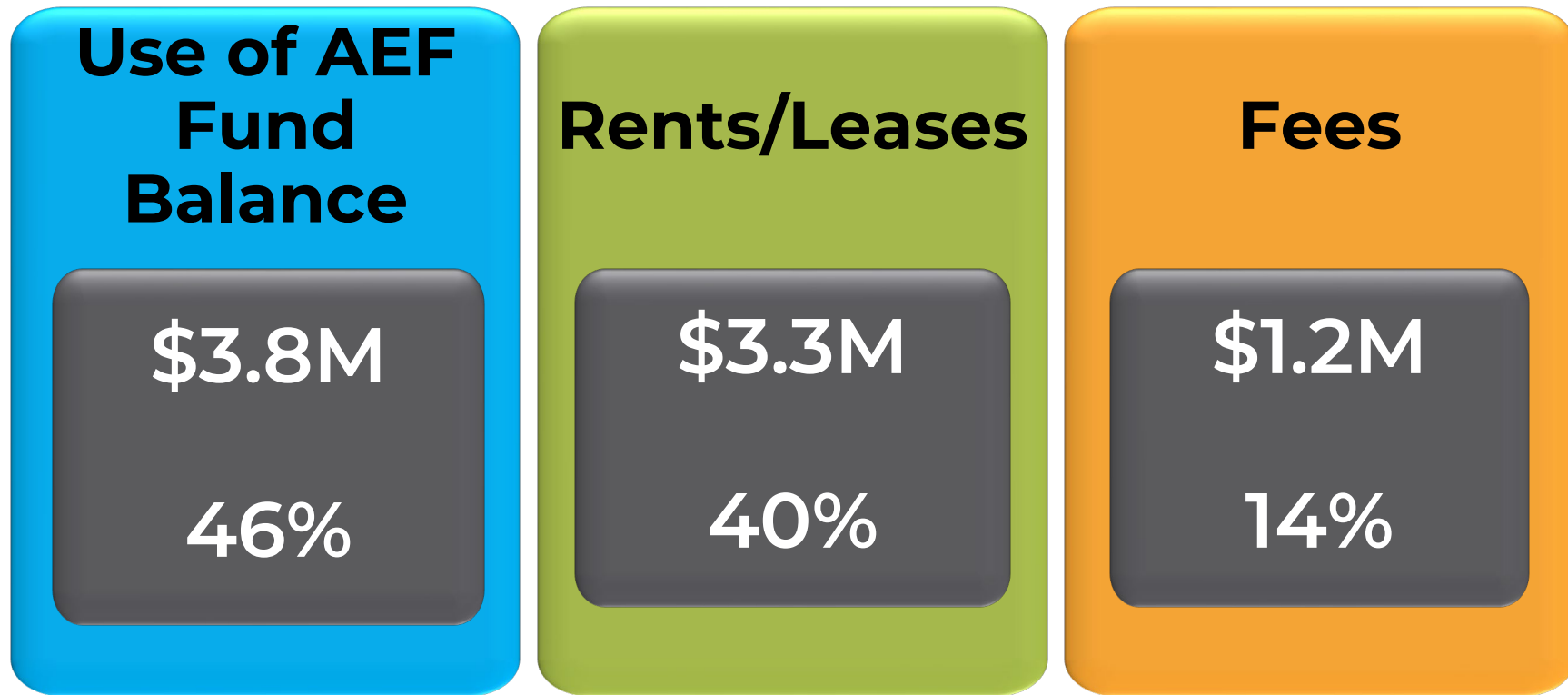
**17%**





# Palomar Airport Fund Revenue Summary

Adopted FY 2024-25 Budget: \$8.3M



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**QUESTIONS?**

