# Airport Federal Priorities & Master Plan Update

Kenneth Carley – Airport Director



## MCKINNEY FIRST

CITY COUNCIL GOALS & STRATEGIES



DIRECTION FOR STRATEGIC & ECONOMIC GROWTH



FINANCIALLY SOUND GOVERNMENT



**OPERATIONAL EXCELLENCE** 



ENHANCE THE QUALITY OF LIFE IN McKINNEY



MAXIMIZE THE DEVELOPMENT POTENTIAL OF THE McKINNEY NATIONAL AIRPORT



**SAFE & SECURE COMMUNITY** 



## Federal Contract Tower Program



### McKinney National Airport & McKinney Air Center

- Ranked #1 FBO 3 of the last 4 years
- 71% Fuel Volume Increase Since 2014
- 35% Increase in Operations Since 2014
- Updating Airport Layout & Master Plan
- 190 Acres Purchased Q1 2018
- Recently Broke Ground on 40,000 sq/ft Hangar
- Breaking Ground on 17,000sq/ft FBO Terminal
  - Mid April





#### **Contract Tower Benefits**

- Efficiency
  - 28% of all US tower operations at 14% of the cost
- Enhanced Safety
  - About 120,000 operation per year at TKI
- Significant Savings
  - \$675,000 Approximate Annual Savings for McKinney
- Promotes Economic Development and Creates
  Jobs



#### 2013 Sequestration

- FY2013 FAA proposed to divert funding to other programs and close a disproportionate number of contract towers
- Since FY2014 congress has provided designated funding in the House and Senate versions of the appropriations bills
- Continuation of this designation in FY2018 & FY2019 appropriations bills will ensure the funding stays in the Contract Tower Program





#### **Current Status**

- House and Senate FY 2018 Appropriations Bills provide \$162 million for the Contract Tower Program
- Provides for full funding for all airports in the Program
- McKinney National Airport has reached out to our federal delegation encouraging full support of the program





## **Looking Forward**

 For FY 2019 the Contract Tower Program will need \$172 million to cover airports, like
 McKinney, that are currently in the Program and airports that are expected to be added this year and in FY 2019





## Misc. Airport Federal Priorities



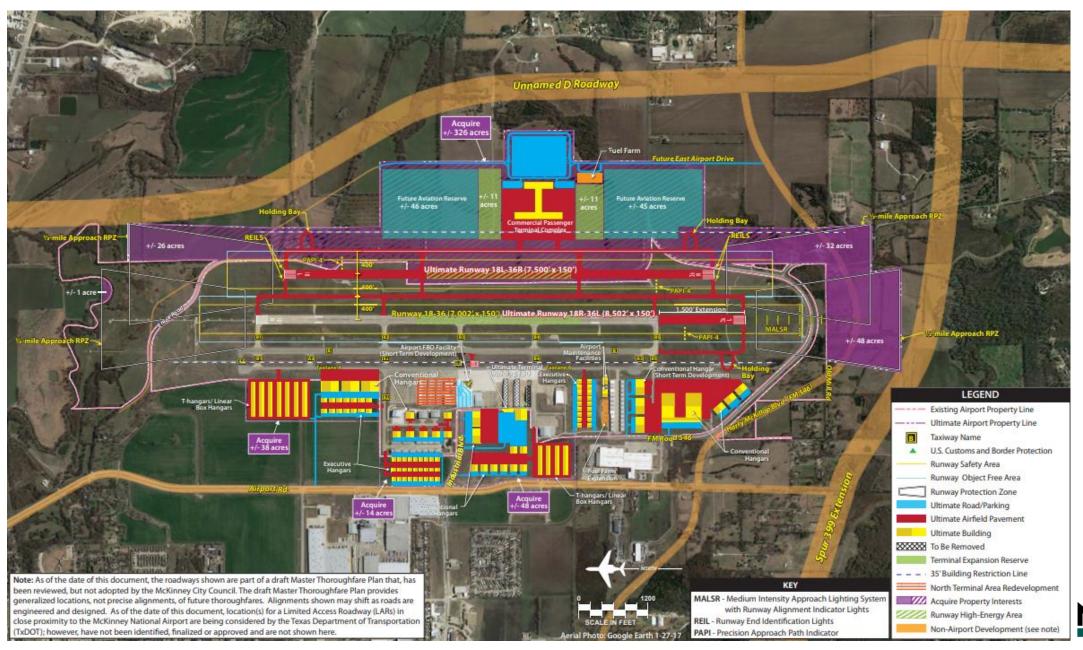
### Airport Federal Priorities for Construction Projects

- Runway Extension 1,500 feet
  - Large corporate operators periodically limited
- Relocate Taxiway B3 Connector & Relocate/Rehabilitate Taxilane A
  - Taxiway B3 does not comply w/FAA safety standards
- Repair Erosion Damage and Enhance Storm Water Drainage
  - Enhance the management of all storm water flowing on the Airport
- Taxilane Construction and Land Acquisition
  - Accommodate future construction of hangars



# Highest & Best Use







### Highest and Best Use Methodology

- Identify Categories of Use
  - Tie-Down Ramp
  - T-Hangars (various sizes)
  - Owners Association Hangars (various sizes MOA, CCHOA)
  - Community Hangars (various sizes)
  - Transient Hangars
  - Large Corporate Hangars (sole use)



### Highest and Best Use Methodology

- Identify Land Requirements for Each Category
  - Land is a finite resource
  - Land use decision impact revenue streams for decades
    - "Opportunity Costs"
- Identify Acreage Needed for Categories of Use



### Highest and Best Use Methodology

- Calculate Average Revenues From Each Category Of Use
  - Ground Rents
  - Lease Rents
  - Ramp/RON/Ancillary Fees
  - Fuel Sales
  - Tax Revenue
    - Structures
    - Business aircraft

