



# CITY OF MCKINNEY, TEXAS

## Legislation Details (With Text)

<b>File #:</b>	17-1197	<b>Name:</b>	Budget Amendment for Airport FBO Terminal & Hangar Project (AI1805)
<b>Type:</b>	Ordinance	<b>Status:</b>	Approved
		<b>In control:</b>	City Council Regular Meeting
<b>On agenda:</b>	12/5/2017	<b>Final action:</b>	12/5/2017
<b>Title:</b>	Consider/Discuss/Act on an Ordinance Amending the Fiscal Year 2017-2018 Annual Budget and the 2018 - 2022 Capital Improvement Program to Provide Funding for the Airport FBO Terminal and Hangar Project (AI1743)		
<b>Indexes:</b>			
<b>Attachments:</b>	1. Ordinance		

Date	Ver.	Action By	Action	Result
12/5/2017	1	City Council Regular Meeting	Tabled to Another Meeting	Fail
12/5/2017	1	City Council Regular Meeting	Approved	Pass

Consider/Discuss/Act on an Ordinance Amending the Fiscal Year 2017-2018 Annual Budget and the 2018 - 2022 Capital Improvement Program to Provide Funding for the Airport FBO Terminal and Hangar Project (AI1743)

**COUNCIL GOAL:** Maximize the Development Potential of the McKinney National Airport

**MEETING DATE:** December 5, 2017

**DEPARTMENT:** McKinney National Airport

**CONTACT:** Jose Madrigal, Deputy City Manager

### RECOMMENDED CITY COUNCIL ACTION:

- Staff recommends approval of the ordinance.

### ITEM SUMMARY:

- This Ordinance amends the Fiscal Year 2017-2018 Annual Budget and the 2018 - 2022 Capital Improvement Program to provide funding for the Airport FBO Terminal and Hangar Project (AI1743).
- The budget will be amended as follows:
  - \$4,000,000 - McKinney Economic Development Corporation (MEDC)
  - \$4,000,000 - McKinney Community Development Corporation (MCDC)
  - MEDC & MCDC funds will be contributed to the Airport Construction fund and combined with \$2,000,000 Airport Construction Fund balance for a total of \$10,000,000, which will be appropriated in the project.
- There is a companion agenda item for the City of McKinney's McKinney National Airport to enter into a Lease Agreement With Purchase Option at the McKinney National Airport with

Westerntkileasing Inc. to develop a New Fixed Base Operator Terminal, Expanded Parking, Upgraded U.S. Customs Facility, and 40,000 Square Foot Common Hangar at the McKinney National Airport.

**BACKGROUND INFORMATION:**

- Throughout FY 2017 the City of McKinney's McKinney National Airport has worked with the McKinney Economic Development Corporation, McKinney Community Development Corporation, and private developers to create a plan to develop a New Fixed Base Operator Terminal, Expanded Parking, Upgraded U.S. Customs Facility, 40,000 Square Foot Common Hangar at the McKinney National Airport.
- McKinney National Airport staff initially presented to City Council a plan to develop the airport further on October 3<sup>rd</sup>, 2016. City Council was supportive of further development at McKinney National Airport, and directed staff to evaluate more options, including the private sector participation.
- During the spring and summer of 2017, the City of McKinney secured project grant funding in the amount of \$4 million from the McKinney Economic Development Corporation and \$4 million from the McKinney Community Development Corporation. These funds were added to a financial commitment from the private sector of \$8 million in construction financing and construction to develop a New Fixed Base Operator Terminal, Expanded Parking, Upgraded U.S. Customs Facility, 40,000 Square Foot Common Hangar at the McKinney National Airport.

**FINANCIAL SUMMARY:**

- This Ordinance amends the Fiscal Year 2017-2018 Annual Budget and the 2018 - 2022 Capital Improvement Program to provide funding for the Airport FBO Terminal and Hangar Project (AI1743).
- The budget will be amended as follows:
  - \$4,000,000 - McKinney Economic Development Corporation (MEDC)
  - \$4,000,000 - McKinney Community Development Corporation (MCDC)
  - MEDC & MCDC funds will be contributed to the Airport Construction fund and combined with \$2,000,000 Airport Construction Fund balance for a total of \$10,000,000, which will be appropriated in the project.

**BOARD OR COMMISSION RECOMMENDATION:**

- N/A