

City of Fayetteville Staff Review Form

2018-0617

Legistar File ID

11/20/2018

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

Summer Fallen

10/26/2018

AIRPORT SERVICES (760)

Submitted By

Submitted Date

Division / Department

Action Recommendation:

Staff is requesting approval of a budget adjustment for \$189,000 for an estimated 9 additional loads of jet fuel.

Budget Impact:

5550.760.3955-5213.02 - Jet Fuel

Airport

Account Number

Fund

Project Number

Project Title

Budgeted Item? Yes

Current Budget \$ 1,046,250.00

Funds Obligated \$ 994,995.75

Current Balance **\$ 51,254.25**

Does item have a cost? No

Item Cost \$ -

Budget Adjustment Attached? Yes

Budget Adjustment \$ 189,000.00

Remaining Budget **\$ 240,254.25**

Purchase Order Number: _____

Previous Ordinance or Resolution # Res# 162-18

Change Order Number: _____

Approval Date: _____

Original Contract Number: _____

Comments:

V20180321



MEETING OF NOVEMBER 20, 2018

TO: Mayor and City Council

THRU: Don Marr, Chief of Staff
Terry Gulley, Transportation Services Director

FROM: Summer Fallen, Airport Services Manager

DATE: October 26, 2018

SUBJECT: Jet Fuel Expense Account Budget Adjustment

RECOMMENDATION:

Staff is requesting approval of a budget adjustment for \$189,000 for an estimated 9 additional loads of jet fuel.

BACKGROUND/DISCUSSION:

The airport is currently at 95% utilization of the jet fuel expense budget. This is due to a 36% increase in jet fuel sales from last year, and the cost increase of jet fuel itself. On August 7, 2018, City Council granted the airport an additional 20 loads of jet fuel. Due to an increase in charter traffic, football season, and the Springdale Airport being closed for two weeks in September the airport has utilized all additional inventory and estimates that an additional 9 loads or 72,000 gallons of fuel will be needed for the remainder of the year. The airport has sold an average of 10,499 gallons of jet fuel per week for the past three months.

BUDGET/STAFF IMPACT:

Staff is requesting funding for 9 more loads of jet fuel at \$21,000.00, totaling a request of \$189,000.00. The increase in sales will in turn generate additional revenue to offset the requested expense.

Attachments:

Staff Review Form
City Council Memo
Resolution 162-18
BA



113 West Mountain Street
Fayetteville, AR 72701
(479) 575-8323

Resolution: 162-18

File Number: 2018-0379

JET FUEL EMERGENCY FUNDING:

A RESOLUTION TO APPROVE A BUDGET ADJUSTMENT IN THE AMOUNT OF \$380,000.00 TO APPROPRIATE EMERGENCY FUNDING FOR THE PURCHASE OF JET FUEL THROUGH THE END OF 2018

WHEREAS, the airport is currently at 90% utilization of its jet fuel expense budget due to a 40% increase in fuel sales over 2017 and an increase in the cost of fuel; and

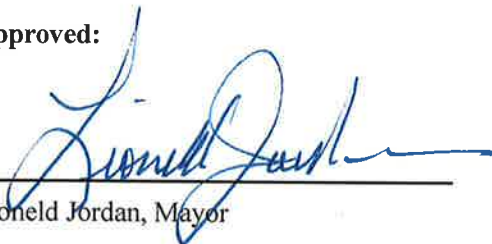
WHEREAS, airport staff believe an additional 20 loads of jet fuel will be needed through the end of the year and the increase in sales will generate additional revenue to offset the requested expense.

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FAYETTEVILLE, ARKANSAS:


Section 1: That the City Council of the City of Fayetteville, Arkansas hereby approves a budget adjustment, a copy of which is attached to this Resolution, in the amount of \$380,000.00 to appropriate emergency funding for the purchase of jet fuel through the end of 2018.

PASSED and APPROVED on 8/7/2018

Approved:


Lioneld Jordan, Mayor

Attest:


Sondra E. Smith, City Clerk Treasurer

