

3-26-20 FINANCE AND AUDIT COMMITTEE APPROPRIATION TRANSFERS
 D CAPITAL IMPROVEMENT- RECEIPT OF REVENUE

Action Required

Finance and Audit Committee
 2/3's County Board

WHEREAS, department requests for transfers within their own accounts have been received by the Department of Administrative Services, Fiscal Affairs, and the Director finds that the best interests of Milwaukee County will be served by allowance of such transfers;

THEREFORE, BE IT RESOLVED, that the Director, Department of Administrative Services, is hereby authorized to make the following transfers in the 2020 appropriations of the respective listed departments:

1)	<u>From</u>	<u>To</u>
<u>5040 – Airport</u>		
4707 – Contribution from Reserve	\$22,252	
8559 – Major Maintenance- Equipment Expenses		\$22,252

The Director of Transportation and the Airport Director have requested a 2020 appropriation transfer to increase expenditure authority and revenue in the Airport Operating Budget by \$22,252 to provide wi-fi in the rental car area funded by the Airport Customer Facility Charge (CFC) reserve.

Milwaukee Mitchell International Airport (MKE) provides free wi-fi to customers throughout the airport. The free wi-fi service is available in the main terminal, both the C and D passenger concourses, ticketing/check-In and baggage claim areas. This service is provided by Concourse Communications SSP LLC, a subsidiary of Boingo Wireless, Inc. This appropriation transfer will expand the free wi-fi service to passengers in the main rental car center thereby enhancing the passenger experience and convenience at MKE.

This wi-fi expansion initiative will be funded from the CFC Reserve. The CFC reserve is a per day fee for each rental car contract to be used for the cost of construction and maintenance of airport rental car facilities as specified in the Milwaukee County General Ordinances Section 4.32.

This fund transfer has no tax levy impact.

TRANSFERS SIGNED BY THE COUNTY EXECUTIVE FEBRUARY 20, 2020.

2)		<u>From</u>	<u>To</u>
	<u>5040 – Airport</u>		
	8030 – GARB Depreciation Offset		\$140,000
	3504 – Security Charges		\$1,084
	3510 – Land Fees-Other		\$215,265
	3512 – Cargo Carrier Landing Fee		\$37,226
	3513 – Non-Signatory Cargo Carr		\$9,836
	3613 – Term Space Rent-Signatory		\$426,282
	3617 – Conveyor-TV-VP-Porter Rm		\$56,634
	3618 – Conveyor-TV-VP-Porter-Sign'ty		\$180,878
	4999 – Other Misc Revenue		\$121
	8021 – Debt Service Principle	\$140,000	
	8024 – Revenue Bond-Interest	\$381,250	
	8026 – Debt Issue Expenses	\$175,000	
	3507 – Land Fee-Airline-Signat'y	\$308,447	
	3607 – Terminal Space Rental	\$12,529	
	3614 – Apron Fee-Signatory	\$3,869	
	4901 – Passgr Facilty Chrges Rev	\$46,231	

The Director of Transportation and the Airport Director request a 2020 appropriation transfer to decrease expenditure authority and revenue in the 2020 Adopted Airport Operating Budget by \$556,250.

During the fall of 2019, there was a County Board authorized refunding of Airport Revenue bonds which generated expenditure savings. The 2020 Airport Operating budget was developed before the refunding transaction was completed and therefore overall debt service savings and the savings specifically attributable to the 2020 Adopted Airport Operating Budget were unknown.

With the impact of the refunding now known, this fund transfer is adjusting the 2020 Adopted Airport Operating Budget expenditures downward to reflect the debt service and debt issuance related savings attributable to the 2020 budget. Since the Airport is a breakeven budget, the revenues are adjusted downward by the same amount as the expenditures.

This fund transfer has no tax levy impact.

TRANSFERS SIGNED BY THE COUNTY EXECUTIVE FEBRUARY 20, 2020.

3)		<u>From</u>	<u>To</u>
	<u>WA39201 – GMIA Runway 7R/25L Rehab*</u>		
	6146 – Consultant Professional Services		\$20,000
	9706 – DAS Professional Services		\$310,000
	6030 – Advertising		\$500
	8527 – Land Improvements - Cap		\$8,629,862
	4707 – Contribution from Reserve	\$1,120,045	
	2699 – Other Fed Grants and Reim	\$6,720,272	
	2299 – Other State Grants and Reimb	\$1,120,045	

Existing Project, + Included in 5-Year Plan, * New Project

A 2020 appropriation transfer of \$8,960,362 is requested by the Director of Transportation and the Airport Director to establish capital project WA39201 – GMIA Runway 7R/25L Rehabilitation and budget authority.

This project consists of concrete pavement rehabilitation of Runway 7R-25L. This runway is 150' wide by 8,300' long and is one of two primary runways serving commercial air service aircraft at MKE. Concrete pavement rehabilitation involves spall repair, partial and full depth replacement, full panel replacement and joint sealing at various locations along the entire length of this runway. The existing concrete pavement on Runway 7R-25L was originally installed in phases from 1975 through 1978, with numerous spot repairs and patches since that time. A pavement condition assessment conducted in 2016 resulted in measured Pavement Condition Index (PCI) values for this runway ranging from 41 to 55. This range of values is consistent with the recommended remedy of pavement rehabilitation per Federal Aviation Administration (FAA) Advisor Circular 150/5380-7B Airport Pavement Management Program, which contains recommended guidelines and procedures for the maintenance, repair and replacement of airport pavements. Runway 7R-25L is the second most heavily used runway for aircraft operations at MKE.

This project was originally planned for 2021, but the FAA requested that this project be started in 2020 to coincide with another capital project in the same area of the airfield.

Financing for this project will consist of \$6,720,272 in FAA Airport Improvement Program (AIP) grant funds, \$1,120,045 in State grant funds and \$1,120,045 in Airport Development Fund (ADF) Reserve.

This fund transfer has no tax levy impact.

TRANSFERS SIGNED BY THE COUNTY EXECUTIVE FEBRUARY 20, 2020.

4)		<u>From</u>	<u>To</u>
	<u>WA39201 – GMIA Runway 1L/19L Rehab*</u>		
	6030 - Advertising		\$1,866
	6050 - DAS Temp Services		\$6,223
	6080 - Postage		\$1,866
	6146 - Consultant Prof. Services		\$6,223
	7930 - Photo, Prtg, Repro & Bindg		\$1,866
	9706 - DAS Prof Services		\$111,960
	8527 - Land Improvements		\$621,987
	4707 - Contribution from Reserve	\$93,999	
	2699 - Other Fed Grants and Reim	\$563,993	
	2299 - Other St Grants and Reim	\$93,999	

Existing Project, + Included in 5-Year Plan, * New Project

A 2020 appropriation transfer of \$751,991 is requested by the Director of Transportation and the Airport Director to establish capital project WA33001 – GMIA Runway 1L/19R Rehabilitation and budget authority.

The existing concrete pavement on Runway 1L/19R was originally installed in 1977, with numerous spot repairs and patches since that time. A pavement condition assessment conducted in 2016 shows a Pavement Condition Index (PCI) for this section ranging from 48 to 74. Runway 1L/19R is the most heavily used runway for aircraft operations at General Mitchell International Airport.

The scope of this project includes planning, design, and construction for concrete pavement rehabilitation of Runway 1L/19R, north of the intersection with Runway 7R/25L. Work consists of concrete pavement panel removal and replacement, joint sealing and in-pavement light replacement where needed.

Funding for this project will consist of \$563,993 in FAA Airport Improvement Program (AIP) grant funding, \$93,999 in State grant funding and \$93,999 in Airport Development Fund (ADF) Reserve.

This fund transfer has no tax levy impact.

TRANSFERS SIGNED BY THE COUNTY EXECUTIVE FEBRUARY 20, 2020.

5)		<u>From</u>	<u>To</u>
	<u>WA39101 GMIA News and Gift Improvements *</u>		
	8509 – Bldg Improvments (CAP)		\$651,754
	<u>0720 – Terminal Retail Improvement</u>		
	4707 – Contribution from Reserves	\$651,754	
	# Existing Project, + Included in 5-Year Plan, * New Project		

The Director of Transportation and the Airport Director request a 2020 appropriation transfer to establish NEW capital project WA391 – GMIA News and Gift Improvements with expenditure and revenue authority of \$651,754.

This project is being funded by a restricted reserve (0720 – Terminal Retail Improvement) of \$651,754. Earlier this year, Paradies Mark II LLC (known as Paradies), was the successful bidder of an RFP to provide Airport retail news and gift concessions. As part of that agreement, Paradies is making an upfront cash investment (which is funding the reserve) and the funds will be used for a project to relocate, build out and furnish conference rooms at the Airport. The improvements will become the property and assets of the Airport. The Airport will provide up to an additional \$350,000 above the \$651,754 (provided by Paradies) if needed.

This project includes the buildout and relocation of three conference rooms (Hardie, Sijan and Maitland) in the Airport terminal building.

This fund transfer has no tax levy impact.

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