

**COUNTY OF SACRAMENTO
CALIFORNIA**

For the Agenda of:
September 13, 2005
2:00 P.M.

To: Board of Supervisors

From: County Airport System

Subject: REPORT BACK - County Airport System Funding To World Trade Center In Final Budget 2005-2006

Contact: Lisa J. Stanton, Deputy Director Finance & Administration (874-0792)

Overview

During the September 7, 2005 Final Budget Hearings session, the County Airport System was asked to provide a report back regarding how much funding the County Airport System is providing to the World Trade Center. This information was requested for purposes of supporting discussions to be held during the Transient-Occupancy Tax Hearing Occupancy Tax Hearing.

Recommendation

Receive and file this report.

Measures/Evaluation

“Not Applicable”.

Fiscal Impact:

The County Airport System included a total of \$25,250 in the budget associated with the World Trade Center. Details are provided in the Discussion section below.

BACKGROUND:

During the September 7, 2005 Final Budget Hearings session, the County Airport System was asked to provide a report back regarding how much funding the County Airport System is providing to the World Trade Center. This information was requested for purposes of supporting discussions to be held during the Transient-Occupancy Tax Hearing.

DISCUSSION:

The County Airport System included a total of \$25,250 in the budget associated with the World Trade Center. Specifically, this amount is comprised of:

| Account | Descriptor | Amount |
|----------------|---|-----------------|
| 20206100 | Membership | \$10,000 |
| 20200601 | Membership, Mexicana Airlines (Airline Incentive Program) | 5,000 |
| 20200600 | Consular Corps Luncheon Sponsorship | 10,000 |
| 20200600 | December Business Mixer Sponsorship | 250 |
| | <i>Total</i> | \$25,250 |

In addition to the County Airport System's support of the World Trade Center, the County Airport System budget includes support of other community stakeholders such as the Sacramento Metropolitan Chamber of Commerce, SACTO and numerous regional Chambers of Commerce.

In accordance with the Scheduled Airline Operating Agreement and Terminal Building Lease and with Chapter 11.32 of County Code, the County Airport System calculates the rentals and fees charged to the airlines each fiscal year based on the proposed budget submitted to your Board. As such, to the extent your Board directs an increase in the County Airport System's contribution to the World Trade Center, our contribution to other community stakeholders will be adjusted accordingly in order to ensure no increases to airline rentals and fees.

Measures/Evaluation:

Not applicable.

FINANCIAL ANALYSIS:

The County Airport System included a total of \$25,250 in the budget associated with the World Trade Center.

Respectfully submitted,

APPROVED:

G. HARDY ACREE, Director
County Airport System

TERRY SCHUTTEN
County Executive

GEOFFREY DAVEY
Chief Financial /Operations Officer