

Submitted by: Chair of the Assembly
at the Request of the Mayor

Prepared by: Merrill Field Airport

For Reading: November 8, 2011

CLERK'S OFFICE

ANCHORAGE, ALASKA

APPROVED

AO No. 2011-111

Date: 11-22-11

1 **AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION**
2 **11.60.200 TO ADJUST MANDATORY AIRPORT FEES AND CHARGES.**
3
4

5 **WHEREAS**, increased expenses make it necessary to adjust mandatory airport
6 fees and charges at Merrill Field;
7

8 **WHEREAS**, the Assembly shall establish all mandatory airport fees and charges
9 imposed by the Municipality; and,
10

11 **WHEREAS**, it is intended that Merrill Field Airport be a self-sustaining facility and
12 operate without support from the general fund; now, therefore
13

14 **THE ANCHORAGE ASSEMBLY ORDAINS:**
15

16 **Section 1.** Anchorage Municipal Code section 11.60.200 is amended to read as
17 follows (*the remainder of the section is not affected and therefore not set out*):
18

19 **11.60.200 Fees and charges.**
20

21 * * *

22
23 C. The following fees and charges shall be payable to the municipality
24 at the office of the airport manager:
25

- 26 1. *Fee for distribution of aviation fuel.* Every distributor of
27 aviation fuel shall pay the municipality a fee of \$0.08 [\$0.06]
28 for every gallon of aviation fuel that it delivers to a person at
29 an airport. The distributor shall pay the fee monthly and
30 attach a legible certified monthly summary indicating the
31 quantity of fuel delivered to each person during the past
32 month. Deliveries to agencies of the United States
33 government for the agency's use shall be exempt from this
34 fee. Fuel transiting an airport as cargo is exempt from this
35 fee.
36

37 * * *

- 38
39 4. *Tiedown space fees.* Tiedown Space fees are as follows:
40 a. Tail-end space: \$60.00 [\$55.00] per month.
41 b. Pull-through space: \$70.00 [\$65.00] per month.
42

* * *

6. *Motor vehicle parking.* Motor vehicle parking fees are as follows:

- a. Daily parking:
Zero to 24 hours: \$5.00.
- b. Long-term parking:
20 foot space: \$45.00 [\$40.00] per month.
40 foot space: \$55.00 [\$50.00] per month.

* * *

(AO No. 78-177; AO No. 82-203; AO No. 90-121; AO No. 91-169; AO No. 94-90, § 3, 5-24-94; AO No. 95-143, § 2, 6-20-95; AO No. 2003-152S, § 7, 1-1-04; AO No. 2005-71, § 1, 6-14-05; AO No. 2006-143, § 1, 10-31-06)

Section 2. This Ordinance shall take effect January 1, 2012.

PASSED AND APPROVED by the Assembly this 22nd day of November, 2011.


Chair of the Assembly

ATTEST:


Municipal Clerk

MUNICIPALITY OF ANCHORAGE
Summary of Economic Effects -- Utilities

AO Number: **2011-111**

Title: **AN ORDINANCE AMENDING AMC SECTION 11.60.200 TO ADJUST
MANDATORY AIRPORT FEES AND CHARGES.**

Sponsor: **Mayor**
Preparing Agency: **Merrill Field Airport**
Others Impacted: **None**

CHANGES IN REVENUES AND EXPENSES:	(In Thousands of Dollars)				
	F12	FY13	FY14	FY015	FY16
Operating Revenues:					
TOTAL OPERATING REVENUES	\$ 35	\$ 35	\$ 35	\$ 35	\$ 35
Operating Expenses:					
TOTAL OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -
Non-Operating Revenues:					
TOTAL NON-OPERATING REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -
Non-Operating Expenses:					
TOTAL NON-OPERATING EXPENSES	\$ -	\$ -	\$ -	\$ -	\$ -
NET INCOME (REGULATED)	\$ 35	\$ 35	\$ 35	\$ 35	\$ 35
POSITIONS: FT/PT and Temp					

PUBLIC SECTOR ECONOMIC EFFECTS:

The proposed increases will allow Merrill Field Airport to continue to provide services at the current level and remain self-supporting.

PRIVATE SECTOR ECONOMIC EFFECTS:

The fee increase proposed within this Ordinance for distribution of aviation fuel, aircraft parking and vehicle parking will result in approximately \$35,000 in additional revenue annually.

Prepared by: David A. Lundeby, Manager, Merrill Field Airport

Telephone: 343-6303

MUNICIPALITY OF ANCHORAGE

ASSEMBLY MEMORANDUM

No. AM 617-2011

Meeting Date: November 8, 2011

1 **From: MAYOR**

2
3 **Subject: AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE**
4 **SECTION 11.60.200 TO ADJUST MANDATORY AIRPORT FEES**
5 **AND CHARGES.**
6

7 This ordinance amends Anchorage Municipal Code section 11.60.200 to increase
8 mandatory airport fees and charges for distribution of aviation fuel, aircraft parking
9 and vehicle parking.

10
11 Increased salaries and utility costs make it necessary to adjust rates and charges
12 at Merrill Field Airport. Increasing the mandatory airport fees and charges for
13 distribution of aviation fuel, aircraft parking and vehicle parking through this
14 ordinance will help to offset a portion of these costs. Merrill Field also intends to
15 administratively increase airport lease rates \$0.02/SF/YR effective January 1,
16 2012. The attached SEE addresses only the \$35,000 in additional revenue
17 resulting from the increase in mandatory airport fees and charges. The lease rate
18 increase resulting in \$67,000 in additional revenue is established administratively
19 and therefore not reflected in the attached SEE. Together these changes will
20 result in approximately \$102,000 of additional revenue annually and will allow the
21 Airport to continue to provide services at the current levels and remain self-
22 supporting.
23

24 The proposed increases were included in Merrill Field's proposed 2012 budget.

25
26 The Municipal Airports Aviation Advisory Commission supports the proposed rate
27 increases as presented in Merrill Field's 2012 proposed budget.
28

29 **THE ADMINISTRATION RECOMMENDS APPROVAL OF AN ORDINANCE**
30 **AMENDING ANCHORAGE MUNICIPAL CODE SECTION 11.60.200 TO ADJUST**
31 **MANDATORY AIRPORT FEES AND CHARGES.**
32

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34 Prepared by: Merrill Field Airport
35 Approved by: David A. Lundeby, Manager, Merrill Field Airport
36 Concur: Dennis A. Wheeler, Municipal Attorney
37 Concur: George J. Vakalis, Municipal Manager
38 Respectfully submitted: Daniel A. Sullivan, Mayor