Presented by: The Manager Introduced: 07/07/83 Drafted by: G.L.S.

RESOLUTION OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 962

A RESOLUTION ESTABLISHING A RATE MAKING POLICY FOR THE JUNEAU INTERNATIONAL AIRPORT AND DIRECTING THE ADMINISTRATION TO DEVELOP A RATE STRUCTURE CONFORMING TO THE POLICY.

WHEREAS, the Juneau International Airport has most recently operated at a loss requiring substantial subsidies from the general fund, and

WHEREAS, the airport should be operated as a self-sustaining, fiscally sound enterprise, and

WHEREAS, the fees charged the users of the airport should be sufficient to cover operating, maintenance and capital recovery expenses of the airport, and

WHEREAS, such fees should be apportioned among airport users based upon the financial burden on the municipality caused by the airport users and upon the relative benefits provided by the various facilities to the airport users;

NOW, THEREFORE, BE IT RESOLVED BY THE ASSEMBLY OF THE CITY AND BOROUGH OF JUNEAU, ALASKA:

- 1. That the assembly adopts the following as its rate making policy for user fees at the Juneau International Airport:
- (a) The revenue from Juneau International Airport operations should be sufficient to cover all operating, maintenance and capital recovery expenses, and
- (b) The revenue and rate structure should permit the municipality to issue self-sustaining general obligation bonds, revenue bonds or other debt to cover the cost of needed terminal and other facility remodeling, expansion and construction, and
- (c) The fee structure should be such that a periodic user fee of each user can be determined at the beginning of each year based upon the approved airport budget and the estimated use of the airport facilities by users, with a retroactive adjustment to be made at the end of each year based upon actual results of operations and airport use.

2. That the manager is directed to develop a rate structure for the Juneau International Airport that will reflect the policy set out in paragraph 1 and to present the new rate structure to the assembly for approval at the earliest reasonable time.

Adopted this 7th day of July, 1983.

Mayor

Attest:

Res. 962