Budget Hearings

June 11, 2026

FRESNO CITY COUNCIL

City of FRESNO

Supplement Packet

ITEM(S)

(ID 26-689)
Airports Department

Contents of Supplement: Presentation

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MAYOR'S PROPOSED BUDGET FY 2027

Airports Department

Budget Presentation

Enterprise Fund

JUNE 11, 2026

Airports Department
FY 2027 Total Budget

Category	FY 2024 Actuals	FY 2025 Actuals	FY 2026 Amended	FY 2027 Proposed
Personnel	$ 12,421,869	$ 13,577,161	$ 17,778,300	$ 20,284,800
Non-Personnel	24,901,567	59,078,423	100,198,890	110,877,000
Interdepartmental	5,806,970	5,531,402	7,151,210	6,674,000
Total	**$ 43,130,407**	**$ 78,186,985**	**$ 125,128,400**	**$ 137,835,800**

Notes

1. Proposed budget includes $38,846,500 in Operating Funds and $98,989,300 in Capital and Debt Service Funds.

3

Airports Department
FY 2027 Budgeted Positions

Category	FY 2025 Adopted	FY 2026 Adopted	FY 2026 Amended	FY 2027 Changes	FY 2027 Proposed
Sworn Positions	21.70	22.20	24.20	0.00	24.20
Civilian Positions	124.45	127.20	137.20	0.00	137.20
Total	**146.15**	**149.40**	**161.40**	**0.00**	**161.40**

4

Airports Department
Operational Impacts

	Description	FY 2027 Proposed
1.	Customs and Border Patrol (CBP)	$ 428,000
2.	Utilities	$ 400,000
3.	Marketing	$ 150,000
4.	Standard Parking	$ 87,600
5.	Service Aides	$ 82,200
6.	Amadeus	$ 61,700

Notes:

1. The new terminal expansion will require an increased number of Customs Border Patrol (CBP) agents to support Airport operations
2. PG&E costs are budgeted to rise due to an addition of more than 98,000 square feet associated with the terminal expansion
3. Expanded marketing needs, including additional consultant services and media buys to further support passenger growth
4. Contracted increase for parking services
5. Appropriations for two additional Service Aides to assist with new terminal baggage system
6. Contracted increase for additional biometric services and Software as a Service (SaaS) fees

5

Airports Department
Federal Grants

	Description	FY 2027 Proposed
	Federal Grants	
1)	FAT Terminal/FIS Expansion	$1,466,300
2)	FAT Runway 11L/29R Reconstruction	
	•AIP Discretionary	$28,506,800
	•AIP Entitlement	$4,500,000
3)	FAT East Terminal Expansion	$3,150,000
4)	FAT Taxiway B Minor Rehab	$5,099,600
5)	FAT Noise Homes Part 150	$862,000
6)	FAT DOD Sound Mitigation-Residential	$1,865,000
7)	FCH Runway 12-30 Reconstruction	
	• BIL AIG	$587,000
	• AIP Entitlement - Runway 12-30 Reconstruction	$138,800
8)	FCH Replace Runway 12 PAPI	$149,000
9)	FCH Airfield Security Upgrade Ph 1	$149,000
10)	FCH Reconstruct Taxiway A Ph 1	$495,000

Notes:

1. FAT - Terminal/FIS Expansion for 2nd Elevator is currently under construction
2. FAT - Runway 11L/29R Reconstruction is currently in Phase1 of Construction
3. FAT – East Terminal Project Expansion is currently in planning
4. FAT – Taxiway B Minor Rehab is currently in planning & Design

5. & 6. FAT - Sound Mitigation - Residential Homes currently in construction

7. FCH - Runway 12-30 Reconstruction currently in planning
8. FCH - Replace Runway 12 PAPI currently in planning
9. FCH - Airfield Security upgrade ph1 currently in planning
10. FCH - Reconstruct Taxiway A ph1 currently in planning

Airports Department
Program & Project Highlights

Description	FY 2027 Proposed
1) AIP Recon Rwy 11L/29R	$ 36,407,200
2) AIP FAT Tower Replacement	$ 18,000,000
3) AIP Taxiway B Minor Rehab	$ 5,625,000
4) Terminal/FIS Expansion	$ 4,000,000
5) East Terminal Project	$ 3,474,500
6) FCH Runway Reconstruction	$ 806,500

Notes:

1. Runway 11L/29R project is moving to the construction of phase 1
2. Air Traffic Control Tower is pending Design & Construction phases, awaiting FAA funding award
3. Taxiway B Minor Rehab is in the Design phase
4. Terminal/FIS Construction remaining costs are budgeted at $4.0 million in FY2027 for a second elevator
5. East Terminal Project is in the initial planning & Environmental phase
6. Chandler Runway Reconstruction design is complete and beginning construction

Sources: Grants & Airport Match

Airports Department
Highlights

- FAT closed out the calendar year (CY) 2025 with its highest passenger volume on record, from 2.6 million to 2.7 million, a 2.97% increase over the previous year.
- International travel saw even greater growth, rising 3.25% over the prior year.
- Passenger growth is expected to continue into calendar year 2026, but at a more moderate pace, with boardings projected to remain largely in line with levels seen during the same period in 2025. Therefore, FY 2027 enplanements are forecast to experience slower growth.
- In 2026, the Airport anticipates higher airline revenues driven by additional terminal space rentals, along with increased non-airline revenues from concessions, rental car activity, and parking demand. At the same time, airlines nationwide are experiencing slower growth and implementing selective flight reductions in response to broader economic conditions.
- Airlines have a limited tolerance for year-over-year cost increases above 3.00%, the proposed budget reflects results a 4.20% overall increase in airline rates.
- Because FAT has historically performed well compared to similar markets, airlines are expected to maintain service where feasible. Even so, a weakening economic environment or continued escalation in operating costs could lead carriers to adjust schedules or reduce service levels.

Airports Department
Community Outreach Highlights

1. Annual Airport Job Fair
2. Reedley College Tiger Job Fair
3. Parlier High School College & Carrer Fair
4. Clovis Community College Spring Job Fair
5. Grizzlies Partnership
6. Fresno Area Hispanic Foundation
7. Fiestas Patrias
8. Central California Women’s Conference
9. Parcs Department Kids Fest
10. Beautify Fresno Neighborhood Clean-Up
11. Clovis Fest
12. FUSD Aviation Academy Partnership
13. Support Blue Run
14. Fresno State Internship

Questions