

Airport Maintenance and Operation Fund**Fund 523****PURPOSE OF THE FUND:**

The Airport Maintenance and Operation Fund accounts for revenues [transfers from the Airport Revenue Fund (Fund 521)] and expenditures incurred for the maintenance and operation of the Norman Y. Mineta San José International Airport.

Once revenues are received via transfers from the Airport Revenue Fund, they are expended for maintenance and operation expenses such as payments of salaries, non-personal/equipment expenses including supplies, utilities and overhead, and payments for police and aircraft rescue/fire fighting services. In addition, a number of reserves are held in this fund. These include, but are not limited to, reserves for workers compensation and contingencies.

AUTHORITY FOR THE FUND:

San José Municipal Code section 4.80.010. Revenue and expenditure estimates are budgeted via Council funding sources resolution and appropriation ordinance, respectively.

SOURCE OF FUNDS:

This fund's source comes exclusively from a transfer from the Airport Revenue Fund.

FUND RESTRICTIONS:

While the use of moneys within this fund is not subject to Proposition 218, certain moneys in this fund may be restricted by other policies and guidelines, which are described below.

Federal regulations prohibit the use and/or transfer of Airport funds to any other funds for non-Airport related costs and/or projects. There are no interest earnings restrictions in the Airport Revenue Fund. For further information regarding the flow of Airport Funds into the Airport Maintenance and Operation Fund please refer to the Airport Revenue Fund summary and the Flow and Priority of Funds chart.

LEAD RESPONSIBILITY:

Airport Department

FINANCIAL INFORMATION AND LOCATION:**Comprehensive Annual Financial Report (CAFR) Designation:**

Proprietary Fund-Enterprise

Budget Location:

Adopted Operating Budget

Funding Sources Resolution and Appropriation Ordinance Location:

Section 9.02