

Michigan Aeronautics Commission



Director's Report

July 25, 2018

Mike Trout, A.A.E.

Notable Stats

➤ Fuel Tax Revenue

- **Excise (3¢) FYTD (Oct. – May)**
(2.68% increase)

2018 = \$4,045,540
2017 = \$3,940,025

- **Sales (2%) FYTD Received**

Nov. 2017 = \$1,745,428
\$610,899/\$1,134,529
(SAF 35%/QAF 65%)

Jan. 2018 = \$904,390
\$316,536/\$587,854
(SAF 35%/QAF 65%)

April 2018 = \$2,015,857
\$705,550/\$1,310,307
(SAF 35%/QAF 65%)

July 2018 = \$2,491,947
\$872,181/\$1,619,766
(SAF 35%/QAF 65%)

FYTD Total
SAF = \$2,505,166
QAF = \$4,652,456

Notable Stats

➤ **Contract Closeouts FYTD**

24 Primary Airport Grants
53 State Block Sub Grants
1 State Block Grant
18 State/Local Grants

➤ **Tall Structure Permits** (Towers/Wind Turbines)

2018 = 2,629/279 (Year Total)
2017 = 4,497/369 (Year Total)

➤ **Aircraft Flight Hours FYTD** (5.22% decrease)

2018 = 622.6 hrs.
2017 = 656.9 hrs.

AERO Budget Projected Revenue

	<i>FY2018</i>	<i>FY2019</i>
➤ Fuel Tax (3¢/gal or 1.5 cents/gal)	\$ 5,600,000	\$ 5,600,000
➤ Sales Tax (New Source – 2%)	3,500,000	2,975,000
➤ Interest	12,000	17,000
➤ Services	760,000	710,000
➤ Licenses & Permits	360,000	370,000
➤ Miscellaneous	212,000	208,000
➤ Parking Tax	6,000,000	6,000,000
➤ Fund Balance/Carry Forward	24,800	25,400
Total Revenue	\$16,468,800	\$15,880,000

AERO Budget Appropriation

	<i>FY2018</i>	<i>FY2019</i>
➤ Debt Service	\$ 4,617,000	\$ 3,437,900
➤ Interdepartmental Grants	467,700	477,300
➤ Grants to MDOT	877,700	886,200
➤ Information Technology	175,600	177,000
➤ Aviation Services	7,596,100	5,616,600
➤ Air Fleet Ops & Maintenance		1,774,500
➤ Air Service Program	250,000	250,000
➤ AIP (F/S/L & S/L)	2,434,500*	3,304,700
Total Expenditures	\$16,418,600	\$15,924,200

*Based on available revenue.

FY 2019 Budget Bill (P.A. 207)

Boilerplate Provisions

- Restores Sec. 383 – Aircraft Travel Report.
- Restores Sec. 802 – Legislative encouragement language for MDOT to find other entities or local public agencies to assume ownership and operating responsibility for airports currently owned by the department.
- Deletes Sec. 803 – Removed a section that required MDOT to request proposals for third party management of state air fleet.
- New Sec. 804 – Requires MDOT to notify when it owns four aircraft or less in order to attain funds for the air fleet operations and maintenance area.

Other Notable Legislative Outcomes

- Addition of flight operations as a new line item to track expenditures.
- Reduction of current Aeronautics FTE positions from 48 to 46.
- Elimination of reporting requirement covering operation of the Office of Aeronautics.

Airport Improvement Program

<u>FY 2018</u>	<u>Federal</u>	<u>State</u>	<u>Local</u>	<u>Total</u>
NPE	\$10,950,000	\$ 608,333	\$ 608,333	\$12,166,667
State Apportionment	6,954,789	386,377	386,377	7,727,543
Primary Entitlements	39,977,036	1,670,862	4,392,694	46,040,592
Primary Discretionary	23,943,112	1,330,172	1,330,174	26,603,458
SBGP Discretionary	4,096,340	209,519	209,519	4,515,378
Supplemental *	1,390,000	0	0	1,390,000
Total	\$87,311,277	\$4,205,264	\$6,927,098	\$98,443,638

*Currently two “priority consideration” airports with grant-ready projects submitted by sponsors to FAA.

Staff News . . .

- Alissa Hubbell, New Grants & Contracts Unit Supervisor
- John Orban, Aircraft Maintenance Unit – 40 Years of Service

Recent Events . . .

- Michigan PFAS Action Response Team
- Pilot Shortage Task Group Kick-Off
- GA Advisory Committee
- UAS Advisory Committee
- Commercial Air Service Advisory Committee
- MDOT Internship Tour
- UAS Article in CIO Applications Magazine

Coming Soon . . .

- EAA AirVenture – July 23-29, Oshkosh, WI
- OCIA Open House & Airshow – Aug. 12, Pontiac, MI
- MAAE Fall Conference – Sept. 10-14, Harbor Springs, MI
- MAC Meeting – Sept. 12, Harbor Springs, MI
- NASAO Annual Conference – Sept. 23-25, Oklahoma City, OK
- FAA Michigan Congressional Briefing – Nov. 28, Lansing, MI



THANK YOU

QUESTIONS?

“Aviation is proof that, given the will, we have the capacity to achieve the impossible.”

Eddie Rickenbacker