



**Van Nuys Airport  
Fiscal Year 2009-10  
Budget Review**

### **Achieve self-sufficiency:**

#### **Reduce cost structure of airport**

- **Focus on operational requirements**
- **Provide comparable services to other GA airports**

#### **Enhance revenue**

- **Increase aeronautical revenue commensurate with airfield activity**
- **Lease vacant property**

<b>Operating Revenues:</b>	<b>\$15,578,000*</b>
<b>Operating Expenses:</b>	<b><u>(\$15,814,000)</u></b>
<b>Income/(loss) from operations before depreciation and amortization</b>	<b>(\$236,000)</b>
<b>Depreciation and amortization</b>	<b><u>(\$2,535,000)</u></b>
<b>Operating Income</b>	<b>(\$2,771,000)</b>

\*Includes no subsidy from LAX

## FY2009-10 Operating Budget

### FY09 Budgeted operating expense\*

Salaries/Benefits	\$9,512,000
Contractual Svcs	\$6,785,000
Administrative Svcs	\$29,000
Materials & Supplies	\$1,589,000
Utilities	\$778,000
Advertising & PR	\$475,000
Other Operating Exp	<u>\$492,000</u>

**Total operating expense: \$19,660,000**

\*Excludes soundproofing (capital expense)

\*\*Reflects \$1.5mm reduction in LAFD

### FY10 Budgeted operating expense\*

Salaries/Benefits	\$7,457,300
Contractual Svcs**	\$3,649,300
Administrative Svcs	\$26,700
Materials & Supplies	\$1,026,500
Utilities	\$719,200
Advertising & PR	\$419,900
Other Operating Exp	<u>\$452,000</u>

**Total operating expense: \$13,750,900**

### Administrative and support services:

- Attrition/redeployment of personnel
- Removal of ancillary FlyAway costs (maintenance, supplies, etc.)
- Reduction of 1-time C&M expenses
- Elimination of budgeted planning expenses
- Stretching of timelines for noise studies

**\*\*\*Reductions to administrative and support services totaled  
\$3.4 million\*\*\***

### Airport Police

- 28 officers and staff currently deployed at the airport
- FY2009-10 Budget reflects a reduction in airport police deployment from 28 officers to 18 officers and staff
- Provides visible and effective 24/7 law enforcement presence on airport
- No federal requirement for police presence

**\*\*\*Reductions in APD deployment saves \$1.1 million\*\*\***

### Aircraft Rescue & Fire Fighting (ARFF)

- VNY, through LAFD, currently maintains and staffs two ARFF vehicles
- There is no requirement for dedicated fire fighting staff/equipment at VNY
- FY2009-10 Budget reflects reduction from 2 fully staffed ARFF vehicles to 1 fully staffed ARFF vehicle
- One vehicle provides 24/7 emergency response capacity to airfield incidents

**\*\*\*Reductions in LAFD staffing saves \$1.5 million\*\*\***

- **Review options for changes to aeronautical fees at VNY that will increase revenues related to airfield activity**
  - **Fuel fee increases**
  - **Adjustments to the existing landing fee**
- **Reduce inventory of un-leased property**
- **Further review of VNY resources to identify additional areas of cost reduction**



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