

**AN ORDINANCE  
BY TRANSPORTATION COMMITTEE**

**AN ORDINANCE TO AMEND THE 2008-2009 (AIRPORT REVENUE FUND) BUDGET BY TRANSFERRING TO AND FROM APPROPRIATIONS THE AMOUNT OF \$760,572.00; TO PROVIDE ADDITIONAL FUNDING IN THE AGREEMENT WITH ALLIED AVIATION FUELING OF ATLANTA, INC. FOR THE FUEL STORAGE FACILITY AND FUELING FACILITY MANAGEMENT AND OPERATION AGREEMENT, AND FOR OTHER PURPOSES.**

**WHEREAS**, the City of Atlanta (“City”) owns and operates the Hartsfield-Jackson Atlanta International airport (“Airport”) and has two Fuel Storage Facilities located on the north side of the Airport as well as an auto gas fuel dispenser on the north side of Concourse C; and

**WHEREAS**, the City entered into an Agreement with Allied Aviation Fueling of Atlanta, Inc., (“Allied”) for FC-7468-02, Fuel Storage Facility and Fueling Facility Management and Operation Agreement, to operate and maintain the City Fuel Farm and the North Cargo Jet-A, auto gas & diesel fuel facility (“North Cargo Fuel Farm”) located on the northwest side of the Airport, plus the Concourse C auto fuel dispenser, pursuant to Resolution 05-R-0695; and

**WHEREAS**, the costs associated with operating the auto gas and diesel facilities has increased by \$760,572.00, due to much higher than anticipated fuel consumption by the Airport’s tenants, which has resulted in Allied purchasing almost double the amount of auto gas and diesel as was budgeted (through Jan 2009, approximately \$900,000 had been spent in fuel purchases of the \$1 million budgeted); and

**WHEREAS**, the \$760,572.00 increase will be more than offset in invoices paid by the users of the auto gas and diesel facilities; and

**WHEREAS**, it is now necessary to amend the 2008-2009 (Airport Revenue Fund) Budget to adequately fund the cost related to the increased consumption of auto gas and diesel.

**THE CITY COUNCIL OF THE CITY OF ATLANTA, GEORGIA, HEREBY ORDAINS:**

**SECTION 1:** That the 2008-2009 Airport Revenue Fund Budget is amended as follows:

**TRANSFERS FROM APPROPRIATIONS**

5501 (Airport Revenue Fund), 200101 (Fund Wide Reserves), 5999901 Reserve Conversion Account

\$760,572.00

**TRANSFERS TO APPROPRIATIONS**

5501 (Airport Revenue Fund), 180302 (Airfield Maintenance), 5212001 (Consulting/  
Professional Services)

\$760,572.00

**SECTION 2:** That all ordinances and parts of ordinances in conflict herewith, be and the same are hereby repealed.

**Part II: Legislative White Paper:** (This portion of the Legislative Request Form will be shared with City Council members and staff)

**A. To be completed by Legislative Counsel:**

**Committee of Purview:**

**Caption:**

**Council Meeting Date:**

**Requesting Dept.:**

**FAC Confirmed by:**

**B. To be completed by the department:**

**1. Please provide a summary of the purpose of this legislation (Justification Statement).**

Each fiscal year, Maintenance staff submits a budget for the ATL fuel facilities' operating needs during the fiscal year as forecast by Allied Aviation. As part of this submittal, it was estimated that 200,000 gallons of auto gas and diesel would be purchased by the Airport's tenants. However, based on fiscal year to date usage (through January 2009), it appears that the actual usage is going to be more than double that amount. Therefore the annual budget amount needs to be increased by \$760,572 to accommodate this substantial increase in auto gas and diesel fuel usage at ATL.

**2. Please provide background information regarding this legislation.**

Allied Aviation manages and maintains both the City fuel farms and auto gas and diesel dispensers. Currently, the fuel farms consist of the City fuel farm with nine Jet A fuel tanks and North Cargo fuel farm with two Jet A fuel tanks. Besides providing hydrant fuel pipelines to Concourses T North, C and D, the City fuel farm has a hydrant fuel pipeline to the South Cargo area of the Airport. In terms of auto gas and diesel, the City has auto gas tanks at North Cargo and Concourse C North and a diesel tank at North Cargo. Allied records all fuel usage of these facilities, reports it to the DOA, who then invoices the users accordingly on a monthly basis. The Jet A users are invoiced a (per gallon) fuel flowage fee calculated on an annual basis and subject to adjustment if necessary throughout the fiscal year. The auto gas and diesel users are invoiced the actual cost of the fuel plus a \$0.50 per gallon markup.

**3. If Applicable/Known:**

(a) **Contract Type (e.g. Professional Services, Construction Agreement, etc):** Professional Services

(b) **Source Selection:** N/A

- (c) Bids/Proposals Due: N/A
- (d) Invitations Issued: N/A
- (e) Number of Bids: N/A
- (f) Proposals Received: N/A
- (g) Bidders/Proponents: N/A
- (h) Term of Contract: Five (5) years, unless earlier terminated as provided in this Agreement.

4. Fund Account Center (Ex. Name and number): Maintenance Contract, Administration.

Fund: 5501 \_\_\_\_\_ Account: 5212001 \_\_\_\_\_ Center: 180302 \_\_\_\_\_

5. Source of Funds: *Example: Local Assistance Grant*

6. Fiscal Impact: *n/a*

*Example: This legislation will result in a reduction in the amount of \_\_\_\_\_ to Fund Account Center Number 5501, 180302, 5212001.*

7. Method of Cost Recovery: Any increase in auto gas and diesel expenditures will be recovered when the DOA invoices the fuel user for its purchase plus the \$0.50 per gallon markup.

This Legislative Request Form Was Prepared By: Chris Davis/ Liza Littrell

TRANSMITTAL FORM FOR LEGISLATION

TO: MAYOR'S OFFICE

ATTN: GREG PRIDGEON

Dept.'s Legislative Liaison: Anita Williams

Contact Number: 404-530-6600

Originating Department: Aviation

Committee(s) of Purview: Transportation

Chief of Staff Deadline: 2/24/09

Anticipated Committee Meeting Date(s): 3/11/09

Anticipated Full Council Date: 3/16/09

Commissioner Signature: 

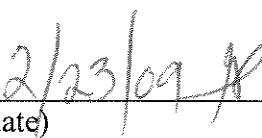
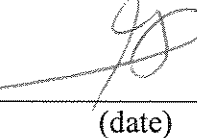
**CAPTION**

**AN ORDINANCE TO AMEND THE 2008-2009 (AIRPORT REVENUE FUND) BUDGET BY TRANSFERRING TO AND FROM APPROPRIATIONS THE AMOUNT OF \$760,572.00; TO PROVIDE ADDITIONAL FUNDING IN THE AGREEMENT WITH ALLIED AVIATION FUELING OF ATLANTA, INC. FOR THE FUEL STORAGE FACILITY AND FUELING FACILITY MANAGEMENT AND OPERATION AGREEMENT, AND FOR OTHER PURPOSES.**

FINANCIAL IMPACT (if any) \$760,572.00

Mayor's Staff Only

Received by CPO: \_\_\_\_\_ Received by LC from CPO: \_\_\_\_\_  
(date) (date)

Received by Mayor's Office: 2/23/09  Reviewed by:   
(date) (date)

Submitted to Council: \_\_\_\_\_  
(date)