

Airport Fiscal Agent Fund**Fund 525****PURPOSE OF THE FUND:**

The Airport Fiscal Agent Fund accounts for the activity of the Airport's Trustee, who manages the administrative aspects of outstanding bonds issued by the Norman Y. Mineta San José International Airport. These activities include the collection of bond proceeds and the interest earned from those proceeds, as well as the payment of principal and interest on outstanding bond issuances. Revenues transferred into the Airport Fiscal Agent Fund from the Airport Revenue Fund are expended for bond principal and interest payments, as well as for other bond-related requirements.

The Airport Trustee must comply fully with various agreements as called for under the Airport Master Trust Agreement as supplemented, and the Issuing and Paying Agreement as amended and restated.

AUTHORITY FOR THE FUND:

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

SOURCE OF FUNDS:

- Bond Proceeds
- Investment/Interest Income
- Transfers 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, as described below.

Legal restrictions placed on this fund are subject to provisions of the Master Trust Agreement dated July 1, 2001, as supplemented and amended. Federal regulations prohibit the use and/or transfer of airport funds to any other funds for non-airport related costs and/or projects. Investments are made as permitted in the Master Trust Agreement, and as allowed in the Tax Certificate related to each individual bond issue. There are no interest earnings restrictions in the Airport Revenue Fund. For further information regarding the flow of Airport Funds into the Airport Fiscal Agent Fund please refer to the Flow and Priority of Funds chart following the Airport Revenue Fund summary.

LEAD RESPONSIBILITY:

Airport Department

Airport Fiscal Agent Fund

Fund 525

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 9.06