

**Pensacola City Council  
Update on Funding status  
September 10, 2018**

**MRO Aviation Campus  
Total Project and Funding  
Sources**

Source of Funds	Hangar 1	Project Titan	Total MRO Aviation Campus
VT MAE			
Cash contribution	7,244,000	35,000,000	42,244,000
City of Pensacola			
Cash contribution (forecast for Titan)	3,200,000	10,000,000	13,200,000
FDOT Airport grants	23,015,000	50,000,000	73,015,000
Navigation equipment - FAA	771,000	0	771,000
IRREFF	7,000,000	0	7,000,000
Escambia County cash contribution (forecast for Titan)	4,800,000	10,000,000	14,800,000
Governor's Job Growth Fund - Year 1	0	4,000,000	4,000,000
Governor's Job Growth Fund - Year 2 (forecast)		20,000,000	20,000,000
Florida Legislative allocation	0	3,000,000	3,000,000
Federal Economic Development Administration (Applied for)	0	17,000,000	17,000,000
Triumph - contribution over 4 years - conditional grant	0	56,000,000	56,000,000
To be determined	0	5,125,000	5,125,000
<b>Total Building Construction Costs</b>	<b>46,030,000</b>	<b>210,125,000</b>	<b>256,155,000</b>
<b>Land, Site Readiness and Tenant Relocation costs</b>			
VT MAE			
Tenant Improvements, Furniture, fixtures and equipment - projected	2,500,000	10,000,000	12,500,000
Relocation, training and recruitment, asset impairment - projected	6,000,000	14,000,000	20,000,000
City of Pensacola			
Land acquisition and site readiness (demolition and related costs)	4,835,000	31,335,000	36,170,000
Runway extension commitment	0	10,000,000	10,000,000
<b>Total Land, Site Readiness and Tenant Relocation costs</b>	<b>13,335,000</b>	<b>65,335,000</b>	<b>78,670,000</b>
<b>Total Cost - MRO Aviation Campus</b>	<b>59,365,000</b>	<b>275,460,000</b>	<b>334,825,000</b>

Local Funding	Hangar 1	Project Titan	Incremental Local Benefits - Annually	Incremental Local Benefits - Annually			
				City	County	School District	Total
City Funding	3,200,000	10,000,000	Ad valorem revenues	1,430,000	2,060,000	2,220,000	5,710,000
County funding	4,800,000	10,000,000	LOST revenues - New households		907,000		907,000
Total City/County	8,000,000	20,000,000	LOST Revenues - increased air traffic		600,000		600,000
City % contribution	40%	50%	Total*	1,430,000	3,567,000	2,220,000	7,217,000
County % contribution	60%	50%					
Number of direct jobs	400	1,325					
Cost/job - City	8,000	7,547					
Cost/job - County	12,000	7,547					

In addition to the above, new jobs created will drive a one-time increase in new housing construction, resulting in approximately \$47.6 million increase in sales tax from direct inputs and throughout the housing construction supply chain.

\* Not including gas tax, 1/2 cent state revenue sharing, bed tax revenues, permits and fees.

**Next Steps: The City of Pensacola and ST Engineering are currently in the process of negotiating a Development Agreement and Master Lease Documents. It is anticipated that these documents will be presented to City Council for approval and to authorize the Mayor to execute contracts, on or before the City Council meeting scheduled for November 8, 2018.**