

AGENDA MEMORANDUM

First Reading Ordinance for the City Council Meeting September 2, 2025 Second Reading Ordinance for the City Council Meeting September 9, 2025

DATE: September 2, 2025

TO: Peter Zanoni, City Manager

FROM: Jeremy Valgardson, Interim Director of Aviation

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Amending Chapter 9 of the City Code of Ordinances

CAPTION:

Ordinance amending the Code of Ordinances, Chapter 9, Aviation, Section 9-35 – Parking Rates, by revising the parking rate for short-term parking at the Corpus Christi International Airport.

SUMMARY:

The proposed amendments adjust rates and charges within the ordinance and are in coordination with the budget process.

BACKGROUND AND FINDINGS:

The Corpus Christi International Airport (CCIA) has made significant improvements to its parking facilities since taking over operations from a 3rd party management company in 2021. These upgrades include new parking equipment, LED lighting, canopy replacements, pavement sealing and restriping, new wayfinding signage and landscape improvements.

The main goal of these improvements is to enhance passenger experience, meet customer demand and extend the useful life of the airport's infrastructure without raising costs for the airline.

As we secure new or additional air service the long-term parking lot will require expansion. To fund ongoing improvements and necessary expansion projects the airport is focused on increasing non-airline revenue. CCIA has developed a five-year plan to redirect and increase revenues by over \$2.5 million. This plan includes annual rate adjustments for each parking lot, fuel flowage fees, oil dispensing fees, and tenant rent escalations.

To fund parking operation improvements, the airport, which receives no federal funding for this purpose, is implementing its scheduled Year 4 parking rate adjustment.

ALTERNATIVES:

If parking rates are not adjusted incrementally, improvements and expansions will not be met without increasing airline costs. The lack of funding would result in higher costs for airlines, which would negatively impact on the cost per enplanement (CPE).

FISCAL IMPACT:

The parking rate adjustment to short-term and covered lot is projected to increase the Airport Fund 4610 parking revenue by 9.9% in FY26 with an overall increase of revenue estimated at \$323,274.

FUNDING DETAIL:

Fund: 4610
Organization/Activity: 35030
Department: 53
CIP Only): N/A
Account: 320500
Amount: \$323,274

RECOMMENDATION:

City staff recommend approval of the ordinance amendment as presented.

LIST OF SUPPORTING DOCUMENTS:

Ordinance