

Air Capital Flight Line, LLC Industrial Revenue Bonds



Office of Economic
Development

April 19, 2022



Air Capital Flight Line



- April 12, 2022, City Council approved speculative Maintenance, Repair and Overhaul (MRO) program
- Minimum 50,000 square feet (75,000 sf preferred)
- Minimum 45' clear height (65' to 70' preferred for wide body jets)
- Could be developed on private runway, military runway or public runway



Air Capital Flight Line



- Must start construction within 120 days of Council approval
- Completion required within 15 months of Council approval, with some exceptions for FAA approval and supply chain disruptions
- Must use IRBs to achieve 95% abatement first 5 years; 50% second five years if 50% leased (no abatement for the land)



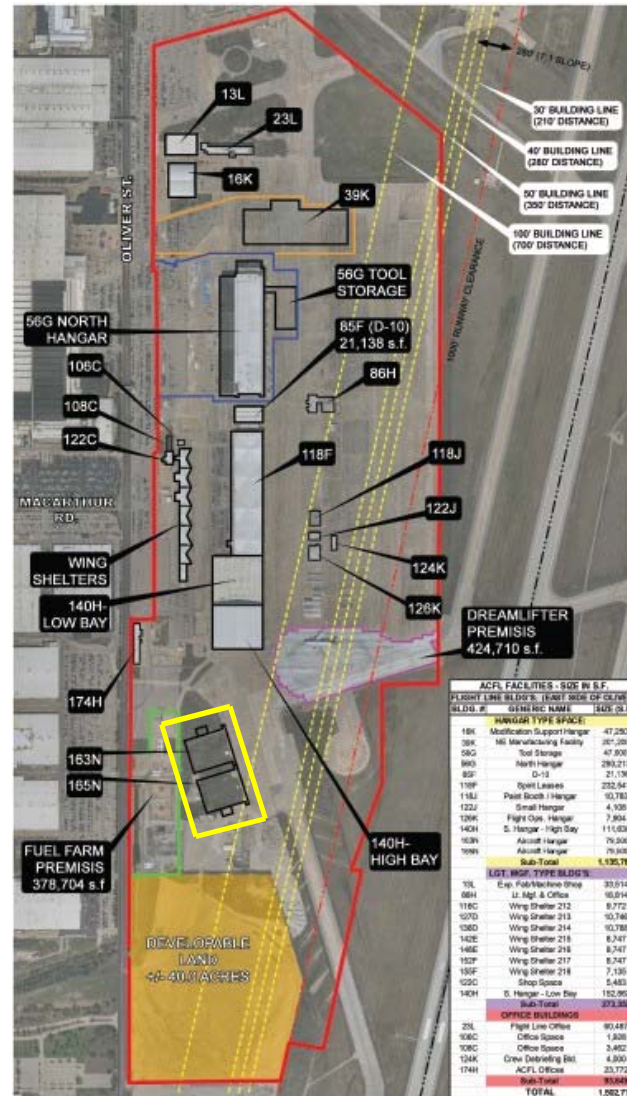
Air Capital Flight Line



- Air Capital Flight Line, LLC = Dave Murfin and Johnny Stevens
- Have built one 75,000 sf MRO facility – leased to Kansas Modification Center
- No incentive program available at the time
- Intend to build speculative MRO facility – 75,000 sf with 75' clear height - \$10,000,000



Air Capital Flight Line



Air Capital Flight Line

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Air Capital Flight Line

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Air Capital Flight Line



- Value of one year 95% tax abatement (\$10,000,000)

- City \$77,778 State \$ 3,562

- County \$69,777 USD 260 \$156,688

TOTAL = \$307,805



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CEDBR Benefit/Cost Analysis:

	Projected
City of Wichita	1.36 to 1.00
City of Wichita – Gen Fund	1.15 to 1.00
City of Wichita – Debt Srv Fund	NA to 1.00
Sedgwick County	1.35 to 1.00
USD 260	2.15 to 1.00
State of Kansas	1.87 to 1.00



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- **Recommendation:**

- It is recommended that the City Council close the public hearing, adopt the Resolution of Intent and authorize the necessary signatures.



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