

Passenger Facility Charge (PFC) Application #22

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What is a Passenger Facility Charge (PFC)?

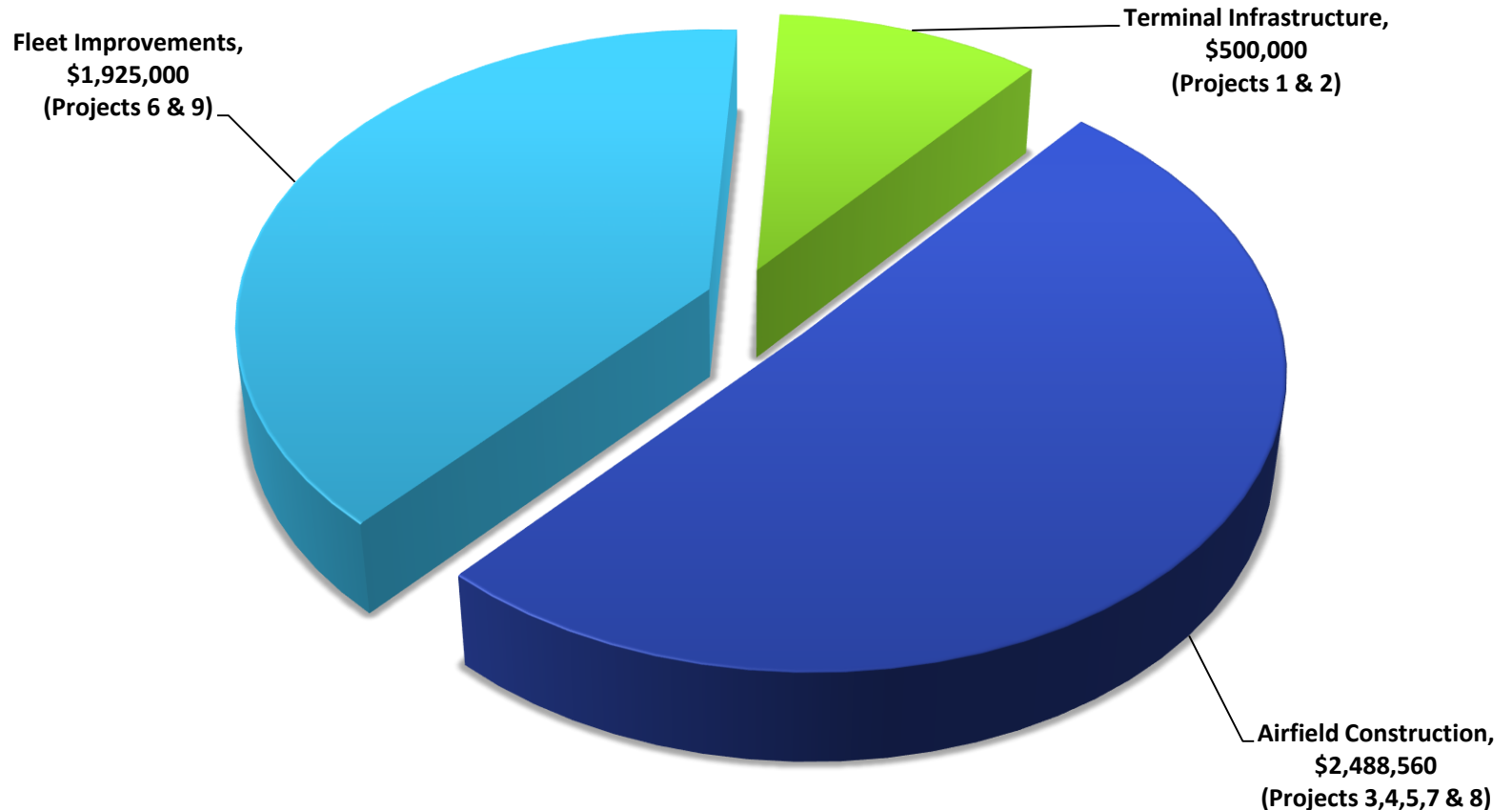
- “PFCs are a local, per ticketed passenger fee, charged by public agencies controlling commercial service airports, collected and remitted by air carriers, and regulated by the FAA.”
- PFC levels are set by Federal statute 49 U.S. Code § 40117 and the current rate at Colorado Springs Airport is \$4.50 per passenger.
- “Eligible public agencies apply to the FAA for the authority to collect a PFC. Collection is limited to the total dollar amount and time needed to fund approved projects in a PFC application.”
- Commercial Service Airports collect PFC’s and are regulated through similar guidelines as the FAA’s Airport improvement Program (Airport Grants).



PFC #22 Process and Timeline

- Airport consults with Air Carriers the week of June 16th-23rd
 - *Consultation is a requirement per FAA regulations*
 - *Airport/Airlines reviewed the Capital Improvement Plan in October 2016 during the annual Rates and Charges Analysis*
- Airlines have 30 Day comment period and will submit Certification of Agreement within 30 days of consultation.
- Airport submits PFC #22 Application to FAA on or about July 31, 2017.
- FAA has 120 days to approve the application with the release of a Final Agency Decision (FAD).
- Airport tentatively receives FAD November 2017 and continues PFC collections through February 2021.

PFC #22 Project Summary



Total PFC #22 \$4.9M

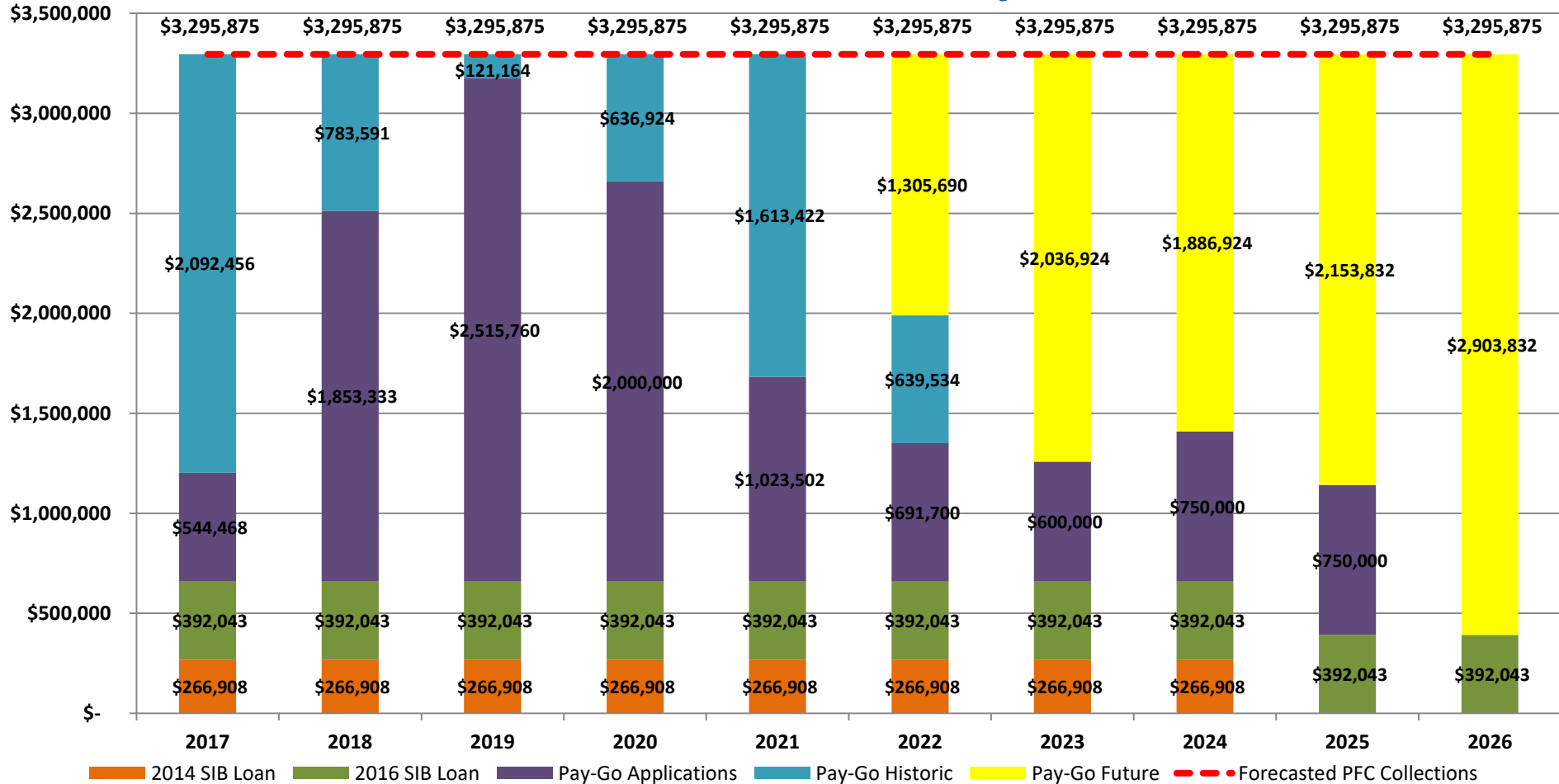


Table 2: Financial Implications

| | Funding Sources | | | | |
|---|----------------------|----------------------|-------------------|---------------------|----------------------|
| | Project Costs | FAA Grants | State Grants | Total PFC Requested | Total Funding |
| FY 2017 Capital Improvement Projects | | | | | |
| 1. FIDS/BIDS Infrastructure Upgrade | 150,000 | - | - | 150,000 | 150,000 |
| 2. Terminal Facility Improvement Phase I | 350,000 | - | - | 350,000 | 350,000 |
| 3. Rehab TWY H from TWY P to TWY C | 444,675 | 400,208 | - | 44,468 | 444,675 |
| Project Totals | \$ 944,675 | \$ 400,208 | \$ - | \$ 544,468 | \$ 944,675 |
| FY 2018 Capital Improvement Projects | | | | | |
| 4. Rehab TWY G and Terminal Connectors (Phase II Construction) | 13,229,428 | 11,906,485 | 150,000 | 1,172,943 | 13,229,428 |
| 5. Rehab TWY G and Terminal Connectors (Phase III Design) | 553,900 | 498,510 | - | 55,390 | 553,900 |
| 6. Fleet Improvements - Phase X | 625,000 | - | - | 625,000 | 625,000 |
| Project Totals | \$ 14,408,328 | \$ 12,404,995 | \$ 150,000 | \$ 1,853,333 | \$ 14,408,328 |
| FY 2019 Capital Improvement Projects | | | | | |
| 7. Rehab RWY 17R/35L and Taxiway Connectors (GeoTech/Survey/Pro.Def./CATX/Final Design) | 1,333,333 | 1,200,000 | - | 133,333 | 1,333,333 |
| 8. Rehab TWY G and Terminal Connectors (Phase III Construction) | 12,324,265 | 11,091,839 | 150,000 | 1,082,427 | 12,324,265 |
| 9. Fleet Improvement (Phase XI) | 1,300,000 | - | - | 1,300,000 | 1,300,000 |
| Project Totals | \$ 14,957,598 | \$ 12,291,838 | \$ 150,000 | \$ 2,515,760 | \$ 14,957,598 |
| Total PFC #22 Application | \$ 30,310,601 | \$ 25,097,041 | \$ 300,000 | \$ 4,913,560 | \$ 30,310,601 |



PFC Collection Authority Allocation





PFC #22 City Council Action Item

The Airport seeks approval from City Council, to approve by Resolution, the submittal of PFC Application #22 for the nine Capital Improvement Projects affecting Terminal Infrastructure, Fleet Improvements and Airfield Construction that have been identified within this presentation.