



PASSENGER FACILITY CHARGE APPLICATION

RS-17-056

June 6, 2017

PFC

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- Passenger Facility Charge program started in 1992 at Killeen Municipal Airport
- Continuous collection since 1992
- Not a “new” fee
- Independent of airline ticket pricing

PFC

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- Nine (9) PFC applications have been approved for Killeen since 1992
 - ▣ KFHRA terminal building
 - ▣ Ramp and taxiway development
 - ▣ Airport security system
 - ▣ Airport master plan

- Total Collections - \$1 1,653,876

- Can be used for 10% match on FAA AIP grants or fund 100% of eligible capital projects

PFC Projects in Application 10

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<u>Project</u>	<u>PFC</u>	<u>Project Cost</u>
Terminal Building Improvements – Boarding Bridge Replacement	\$ 660,000	\$ 6,600,000
Flight Information & Common Use System Upgrades	\$ 750,000	\$ 750,000
Airport Ramp Rehabilitation	\$ 50,000	\$ 500,000
Rehabilitate Airfield Electrical/Lighting Vault – Engineering Analysis	\$ 40,000	\$ 40,000
Administrative Expenses	<u>\$ 40,000</u>	<u>\$ 40,000</u>
Total	\$1,540,000	\$ 7,930,000

PFC

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- Alternatives Considered
 - ▣ 1. Proceed with new PFC application to continue PFC collections and to continue funding upgraded Airport infrastructure
 - ▣ 2. Allow PFC Program to expire – no new application

- Staff recommends alternative No. 1
 - ▣ Provides matching funding to leverage \$6,390,000 in FAA AIP grants
 - ▣ Positions Airport for success; replaces aging equipment expensive to maintain; provides needed ramp rehabilitation; solidifies City's joint-use operations/partnership with Fort Hood

Texas Airports Utilizing PFC at \$4.50 Level

- ▣ Abilene Regional
- ▣ Amarillo International/Rick Husband
- ▣ Austin-Bergstrom International
- ▣ Beaumont-Jacks Brooks Regional
- ▣ Brownsville-South Padre Island International
- ▣ College Station-Easterwood Field
- ▣ Corpus Christi International
- ▣ Dallas Love Field
- ▣ Dallas/Ft. Worth International
- ▣ Del Rio International
- ▣ El Paso International
- ▣ Harlingen-Valley International
- ▣ Houston-William P. Hobby
- ▣ Houston-George Bush Intercontinental
- ▣ Killeen-Fort Hood Regional Airport
- ▣ Laredo International
- ▣ Longview-East Texas Regional
- ▣ Lubbock/Preston Smith International
- ▣ McAllen Miller International
- ▣ Midland International
- ▣ San Angelo Regional/Mathis Field
- ▣ San Antonio International
- ▣ Tyler Pounds Regional
- ▣ Victoria Regional
- ▣ Waco Regional
- ▣ Wichita Falls Municipal/Sheppard AFB

RECOMMENDATION

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- Authorize the Executive Director of Aviation to submit Passenger Facility Charge application #10 to the FAA to provide for continuation of PFC collections at the rate of \$4.50 per enplaned passenger for the purpose of funding the projects indicated in the application