



# PASSENGER FACILITY CHARGE APPLICATION

RS-19-076

August 6, 2019

# Background

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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
- ❑ \$4.50 per enplaned passenger

# Background

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- Ten (10) PFC applications have been approved for Killeen since 1992
  - ▣ KFHRA terminal building
  - ▣ Ramp and taxiway development
  - ▣ Airport security system
  - ▣ Airport master plan
- Total Collections - \$12,882,535
- Used for 10% match on FAA AIP grants or up to 100% of eligible capital projects

# PFC 11 Projects

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<u>Project</u>	<u>PFC</u>	<u>Project Cost</u>
Rehabilitate Taxiway B—Design	\$ 13,151	\$ 714,551
Rehabilitate Terminal Building—Replace Baggage Make-Up Unit	\$ 1,150,000	\$ 2,300,000
Rehabilitation Runway—Pavement Maintenance	\$ 10,000	\$ 100,000
Rehabilitation Taxiway—Pavement Maintenance	\$ 10,000	\$ 100,000
Install Apron Lighting	\$ 10,000	\$ 100,000
Install Perimeter Fencing and Access Gates	\$ 20,000	\$ 200,000
Administrative Expenses	<u>\$ 50,000</u>	<u>\$ 50,000</u>
Total	\$ 1,263,151	\$ 3,564,551

# Alternatives

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- ❑ Reject the application submission
  - ▣ Continue with operations “as is”
  - ▣ Allow PFC Program to expire – no new application
  - ▣ Projects will not move forward
  - ▣ Potential impacts on operations
  
- ❑ Approve application submission
  - ▣ Leverages FAA grant funds
  - ▣ Program continuation
  - ▣ Projects will be completed to improve Airport operations

# Recommendation

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- Authorize the Executive Director of Aviation to submit Passenger Facility Charge application 11 to the FAA for collection and use approval and to provide for continuation of PFC collections at the rate of \$4.50 per enplaned passenger for the purpose of funding the projects in the application