

TABLE A

PROJECTS PROPOSED FOR FUNDING BY IMPOSING AND USING PASSENGER FACILITY CHARGES FOR DISCUSSION AT FEBRUARY 28, 2019 AIR CARRIER MEETING BILLINGS LOGAN INTERNATIONAL AIRPORT BILLINGS, MONTANA

PASSENGER FACILITY CHARGE AMOUNT OF \$4.50

TOTAL PROPOSED PROJECTS: \$38,800,000

PRINCIPAL AND INTEREST ON DEBT SERVICE – TERMINAL EXPANSION **\$37,200,000**

JUSTIFICATION: The existing Concourses A and B were constructed during 1970 and 1971. These concourses utilized a hall and pod configuration, which is very limiting for expansion and airline over flow situations. The existing concourse is also limited in its ability to meet the needs of airlines as they increase capacity or services. With only five loading bridge areas, the existing six airlines are limited in their operations, causing them to at times tow overnight aircraft to the loading bridge after one becomes available. Additionally, the four restroom facilities, one male and one female on each concourse, were significantly undersized with only three or four fixtures each, when at times there may be over 500 passengers on the two concourses. In 2017, the restrooms on Concourse B were expanded to partially mitigate this situation. The original design had no food concession space on the concourses until one small deli was added in 2002. There was however, a gift shop. The existing concourses are not energy efficient and costly to heat, cool, and maintain. The existing data backbone is at its capacity and needs to be significantly upgraded to meet the data needs for security, passenger use, and the airlines evolving requirements. The existing security screening area is also undersized and its current configuration results in a bottleneck at the screening entrance. This project will enhance capacity and security in the Billings Logan International Airport Terminal Building by relocating the existing screening area into an area with room to meet all screening area specifications, by upgrading the data system for all security doors and security cameras in the expansion area, by increasing the number of loading bridges and accompanying holdrooms from five to eight, and by greatly enhancing the public use areas. The intent of this Passenger Facility Charge (PFC) application is two-fold. First, the application will raise the PFC to \$4.50 from the current \$3.00, and second, it will fund debt service for a portion of the construction cost for the new Terminal Concourse Expansion that is scheduled to get underway in the Autumn of 2019 and continue through early 2023.

PAY AS YOU GO FOR TERMINAL EXPANSION **\$1,600,000**

JUSTIFICATION: The PFC funds will initially be used as, *to pay as you go funding*, to cover the local share match for FAA Airport Improvement Program (AIP) grants for the Terminal Expansion project discussed above. The *pay as you go funds* will continue until PFC funds are needed for the first debt service payment.