

**Public Notice – Passenger Facility Charge PFC Application No. 4
Amendment No. 3
Charlotte Douglas International Airport**

Effective: February 22, 2019

Pursuant to 49 CFR Part 158.24, the city of Charlotte (“City”), owner and operator of the Charlotte Douglas International Airport (“Airport”), hereby provides public notice (“Public Notice”) of the City’s intention to amend (“Amendment No. 3”) its passenger facility charge (“PFC”) application 11-04-C-02-CLT (“PFC Application No. 4”) approved by the Federal Aviation Administration (“FAA”) in its Final Agency Decision (“FAD”), signed September 15, 2011 and subsequently amended administratively on March 12, 2015 and February 2, 2017.

As required by Part 158.24(a)(1), the following information is included in this Public Notice:

- (i) Descriptions of the projects;
- (ii) A brief justification of the need for the projects;
- (iii) The PFC level for each project;
- (iv) The estimated total PFC revenue for each project;
- (v) The proposed charge effective date for the application;
- (vi) The estimated charge expiration date for the application;
- (vii) The estimated total PFC revenue that will be used to finance the projects; and
- (viii) The name of and contact information for the person within the public agency to whom comments should be sent.

In 2011 the FAA, in its FAD, approved 14 projects included in PFC Application No. 4 and authorized the collection of \$164,302,133 (including interest earnings on PFC account balances). The legal Charge Effective date for PFC Application No. 4 is July 1, 2020 and the estimated Charge Expiration Date is August 1, 2023.

In the City’s Amendment No. 1 to PFC Application No. 4, the City requested, and the FAA approved the removal of one project, PWE 4.14 New Upper Level Roadway Design & Construction. This action reduced the total PFC collection amount by \$35,794,711 to \$128,507,421. The legal Charge Effective date remained unchanged and the estimated Charge Expiration date was revised to February 1, 2022.

The City submitted its Amendment No. 2 to PFC Application No. 4 and the FAA approved this amendment February 2, 2017. This action removed PWE 4.7 ARFF Trucks and reduced the City’s PFC collection authority by \$701,750 to \$127,805,672. This amendment did not require a change to the estimated Charge Expiration date of PFC Application No. 4.

This Amendment No. 3 to PFC Application No. 4 is being submitted to amend estimated project costs to reflect the current project costs estimates as well as their associated finance and interest

costs. This amendment will also remove one project, PWE 4.12 Project Management Services. These updates will reduce the overall collection authority for PFC Application No. 4 by \$21,322,140, largely a result in the increased finance and interest costs associated therein. The new amended PFC Request for PFC Application No. 4 is now \$106,483,532.

The City proposes to impose a \$3.00 PFC to pay the PFC eligible costs of the PWEs. The City, concurrent with this amendment, is updating and amending its PFC Application No. 1, PFC Application No. 2, PFC Application No. 3 and submitting its new PFC Application No. 8. As stated above, the City's legal Charge Effective Date for PFC Application No. 4 is July 1, 2020 and the legal Charge Expiration date is February 1, 2022. However, the City's PFC Program is fluid and estimates it will collect PFCs until February 1, 2049 for PFC Application Numbers 1 through 6 (PFC Application No. 7 is a Use application), and the City's new PFC Application No. 8.

The following sets forth the PWEs included in Amendment No. 3 to PFC Application No. 4, including a description of the projects, justification for the projects and the estimated total PFC revenue the City will use for each project.

I. PROJECT DESCRIPTIONS, OBJECTIVES AND JUSTIFICATIONS

PROJECT TITLE:

P.W.E. 4.11 Concourse “E” Expansion

PROJECT DESCRIPTION:

This project expanded Concourse 'E' an additional 120 feet to the north to provide for additional gates and allow additional passenger circulation space inside the building. The expansion created an additional 10,200 square feet of space. This expansion is part of the Concourse's overall development identified in the 1997 Master Plan.

PROJECT JUSTIFICATION:

All the gates in this concourse are owned and operated by the City of Charlotte for use by any aircraft on a first come, first serve basis. The Airport constructed Concourse E in 2002 to accommodate 26 gates for commuter aircraft. The 1997 Master Plan projected the need for 50 gates for commuter operations in this concourse. The regional/commuter enplanements have grown by approximately 16% each year from FY 2005 – FY 2009 which required the City to increase the terminal space by 10,200 square feet, increase the number of gates by four, and provide for six additional aircraft parking positions in Concourse E.

FINANCING PLAN:

Total PFC Approved Cost	\$7,125,534
Proposed Amended PFC Cost	<u>\$27,268,368</u>
Proposed PFC Cost Increase/((Decrease)	\$20,142,834
Proposed Amended PFC Funds	
Pay-As-You-Go	\$ 0
Bonds Capital	\$14,836,556
Bonds Financing & Interest Cost	<u>\$12,431,812</u>
Subtotal Bonds Principal/Interest	\$27,268,368
Total Amended PFC Funds	<u>\$27,268,368</u>

This project does meet the requirements of consultation as its PFC request has increased by more than 25%. This project’s PFC request is being increased by \$20,142,834 based on a reconciliation of actual project costs, funding and debt expense (if applicable).

II. DETAILED FINANCIAL PLAN

The City intends to continue to impose a \$3.00 PFC to pay the PFC eligible costs of the approved PWEs.

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The public is invited to provide written comment or request additional information through March 26, 2019 by writing:

Michael D. Hill, Chief Financial Officer
Charlotte Douglas International Airport
P.O. Box 19066 Charlotte, N.C.
28219
Or by e-mail to mdhill@cltairport.com