

**Public Notice – Passenger Facility Charge PFC Application No. 2
Amendment No. 2
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. 2”) its passenger facility charge (“PFC”) application 07-02-C-01-CLT (“PFC Application No. 2”) approved by the Federal Aviation Administration (“FAA”) in its Final Agency Decision (“FAD”), dated October 25, 2007 and subsequently amended administratively on April 11, 2012. Three projects included in PFC Application No. 2 meet the requirement for additional public notice: PWE 2.3 New ARFF Vehicle, PWE 2.4 Aircraft Deicing Facility and PWE 2.8 Concourse E Improvements – Second Level.

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 2007 the FAA, in its FAD, approved and/or partially approved all projects included in PFC Application No. 2 and authorized the collection of \$144,557,137 (including interest earnings on PFC account balances). The legal Charge Effective date for PFC Application No. 2 is February 1, 2018 and the estimated Charge Expiration Date was December 1, 2020.

In the City’s Amendment No. 1 to PFC Application No. 2, the City requested, and the FAA approved the removal of one project, PWE 2.6 Baggage Handling Room Concourse E. This action reduced the total PFC collection amount by \$1,500,000 to \$143,057,136. The legal Charge Effective date and the estimated Charge Expiration date remained unchanged.

In this Amendment No. 2 to PFC Application No. 2 the City is amending the costs of the remaining nine projects to reflect the current estimated project cost and funding plan. This Amendment No. 2 effectively reduces the overall collection authority by \$41,492,246 to \$101,564,890.

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. 3, PFC Application No. 4 and submitting its new, PFC Application No. 8. The legal Charge Effective Date for PFC Application No. 2 is February 1, 2018 and the legal Charge Expiration Date for PFC Application No. 2 is December 1, 2020. The City's PFC Program is fluid and estimates it will collect PFC's until February 1, 2049 for Application Numbers 1 through 6 (PFC Application No. 7 is a Use application), and the City's new PFC Application No. 8.

In summary, this Amendment No. 2 to PFC Application No. 2 the City is amending the costs of the remaining nine projects to reflect the current estimated project cost and funding plan. This Amendment No. 2 effectively reduces the overall collection authority by \$41,492,246 to \$101,564,890.

The following sets forth the PWEs included in Amendment No. 2 to PFC Application No. 2, 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. 2.3 New ARFF Vehicle

PROJECT DESCRIPTION:

This element consists of the purchase of a heavy-duty airport rescue and fire fighting vehicle. This vehicle carries 3,000 gallons of water and 420 gallons of foam. The vehicle is equipped with an extendable nozzle turret.

PROJECT JUSTIFICATION:

The purchase of a new ARFF vehicle was necessary to replace a 1976 ARFF vehicle provided by the North Carolina Air National Guard. The National Guard is deploying their equipment to other facilities, which requires the Airport to purchase this vehicle in advance of completing the Third Parallel Runway.

FINANCING PLAN:

Total PFC Approved Cost	\$440,218
Proposed Amended PFC Cost	<u>\$701,750</u>
Proposed PFC Cost Increase/((Decrease)	\$261,532
Proposed Amended PFC Funds	
Pay-As-You-Go	\$701,750
Bonds Capital	\$ 0
Bonds Financing & Interest Cost	<u>\$ 0</u>
Subtotal Bonds Principal/Interest	\$ 0
Total Amended PFC Funds	<u>\$701,750</u>

This project does meet the requirements of air carrier consultation as the funding plan changed from using AIP funds and issuing bonds to using PAYGO PFC's only. Overall increase in PFC revenue of \$261,532 based on a reconciliation of actual project cost, funding and debt cost (if applicable).

PROJECT TITLE:

P.W.E. 2.4 Aircraft Deicing Facility

PROJECT DESCRIPTION:

This project included the construction of asphalt pads at three locations along the side of Runway 5/23. The pads will be equipped with a trench drain collection system to capture spent glycol and a glycol dispensing station south of the runway. The project also includes the acquisition of 28 deicing trucks that use a combination of glycol and hot air to deice aircraft.

PROJECT JUSTIFICATION:

Major deicing operations were required on Runway 5/23 or at the aircraft gates. Due to environmental considerations the Airport will install a collection system to capture spent glycol from the deicing operation. The acquisition of the deicing trucks will expedite deicing of aircraft which will reduce delay and ramp congestion.

FINANCING PLAN:

Total PFC Approved Cost	\$35,244,312
Proposed Amended PFC Cost	<u>\$8,610,374</u>
Proposed PFC Cost Increase/((Decrease)	(\$26,633,938)
Proposed Amended PFC Funds	
Pay-As-You-Go	\$2,855,000
Bonds Capital	\$2,746,250
Bonds Financing & Interest Cost	<u>\$3,009,124</u>
Subtotal Bonds Principal/Interest	\$5,755,374
Total Amended PFC Funds	<u>\$8,610,374</u>

Overall decrease in PFC collection authority of \$26,633,938.

PROJECT TITLE:

P.W.E. 2.8 Concourse “E” Improvements – Second Level

PROJECT DESCRIPTION:

This project included the upfit the second-floor space on Concourse “E” for operations and office functions for air carriers using the City owned gates on Concourse “E”.

PROJECT JUSTIFICATION:

Concourse “E” currently had 26 gates and was expanded to 46 gates. The volume of aircraft using the Concourse continued to increase and a separate control and operations center to accommodate the growth of aircraft activity was required.

FINANCING PLAN:

Total PFC Approved Cost	\$1,876,465
Proposed Amended PFC Cost	<u>\$5,593,837</u>
Proposed PFC Cost Increase/((Decrease)	\$3,717,372
Proposed Amended PFC Funds	
Pay-As-You-Go	\$ 0
Bonds Capital	\$3,014,249
Bonds Financing & Interest Cost	<u>\$2,579,588</u>
Subtotal Bonds Principal/Interest	\$5,593,837
Total Amended PFC Funds	<u>\$5,593,837</u>

This project does meet the requirements of air carrier consultation as the increase in the PFC request is greater than 25% and there was a change in the funding plan. The City is requesting an additional \$3,717,372 in PFC collection authority based on a reconciliation of actual project costs, funding and debt costs (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.

The City, concurrent with this amendment, is updating and amending its PFC Application No. 1, PFC Application No. 3, PFC Application No. 4 and submitting its new, PFC Application No. 8. The legal Charge Effective Date for PFC Application No. 2 is February 1, 2018 and the estimated Charge Expiration Date for PFC Application No. 2 is November 1, 2019. The City's PFC Program is fluid and estimates it will collect PFC's until February 1, 2049 for Application Numbers 1 through 6 (PFC Application No. 7 is a Use application), and the City's new PFC Application No. 8.

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

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