

AIR CARRIER CONSULTATION AND PUBLIC NOTICE MATERIALS

New PFC Application 05

Bangor International Airport

Bangor, ME

March 4, 2021



Agenda

- **Overview of PFC Program at Bangor International Airport**
- **Notice to Air Carriers and Consultation Meeting**
 - Date and Location of Air Carrier Consultation Meeting
- **Proposed New PFC Application (PFC 05)**
 - Project Information
- **PFC Level, Proposed Charge Effective Date, Estimated Charge Expiration Date, and Estimated Total PFC Revenue**
- **Classes of Air Carriers Not Required to Collect PFC**
- **Air Carrier Requirements**
- **Public Opportunity to Comment**
- **Process and Schedule**

Overview of PFC Program at Bangor International Airport

- PFC imposed since 1995
- \$4.50 level since December 2010
- Four approved PFC applications, including associated amendments
- FAA approvals for \$15,084,254
 - PFC charge authorization expired on May 1, 2018
 - Current over-collection balance of \$971,423 to be applied to PFC 05

Application Number	Amount Approved for Collection ¹	Amount Approved for Use ¹	Collection Level	Status
95-01-C-02-BGR	\$ 7,627,512	\$ 7,627,512	\$3.00	Closed
10-02-C-01-BGR	1,894,542	1,894,542	\$4.50	Closed
12-03-C-00-BGR	2,576,497	2,576,497	\$4.50	Closed
14-04-C-01-BGR	2,985,703	2,985,703	\$4.50	Closed
	\$ 15,084,254	\$ 15,084,254		
Collections and Interest through 10/31/20		\$ 16,055,677		
Remaining Collections		\$ (971,423)		

1. Includes all amendments as of December 31, 2020.

Notice to Air Carriers and Consultation Meeting

- **On January 29, 2021, the Airport provided written notice to the air carriers with a “significant business interest”¹ operating at BGR that it would hold this consultation meeting. The notice included:**
 - History of the PFC Program at the Airport
 - Project descriptions
 - PFC level and total PFC revenue
 - Estimated charge effective and expiration dates
 - Class of air carriers not required to collect the PFC
 - Date, time, and location of air carrier consultation meeting

- **This booklet provides all information required under 14 CFR, §158.23(b) regarding consultation with air carriers**
 - Project descriptions
 - Project justifications
 - Detailed project financial plans

- ¹ “Significant business interest” is defined by the FAA as a carrier that (1) had no less than 1.0% of passenger boardings at BGR in the prior calendar year (2019) (2) had at least 25,000 passenger boardings at BGR in 2019, or (3) currently provides scheduled service at BGR.

Date and Location of Air Carrier Consultation Meeting

- **Date:** Thursday, March 4, 2021
- **Time:** 10:00 a.m. Eastern Time
- **Location:** Due to travel restrictions in the state of Maine, the meeting will be held virtually via MS Teams

Teleconference Number: 1-469-214-8538

Conference code: 657 352 915#

Proposed New PFC Application (PFC 05)

- **Total of \$5,449,075 of PFC revenue for PFC 05**

- Current PFC balance of \$971,423 to be applied to PFC 05
- Total collections amount to \$4,477,652



- **PFC 05 Application details:**

- PFC level: entire application at \$4.50 per eligible enplaned passenger
- As a non-hub, BGR is not required to show significant contribution for \$4.50
- Pay-as-you-go basis

- **Proposed PFC 05 Projects**

Proj. #	Project title	PFC amount
1	Purchase and Installation of 3 Passenger Boarding Bridges	\$ 5,402,900
2	PFC Administration	<u>46,175</u>
	Total	\$ 5,449,075

1. Purchase and Installation of 3 Passenger Boarding Bridges

■ Description:

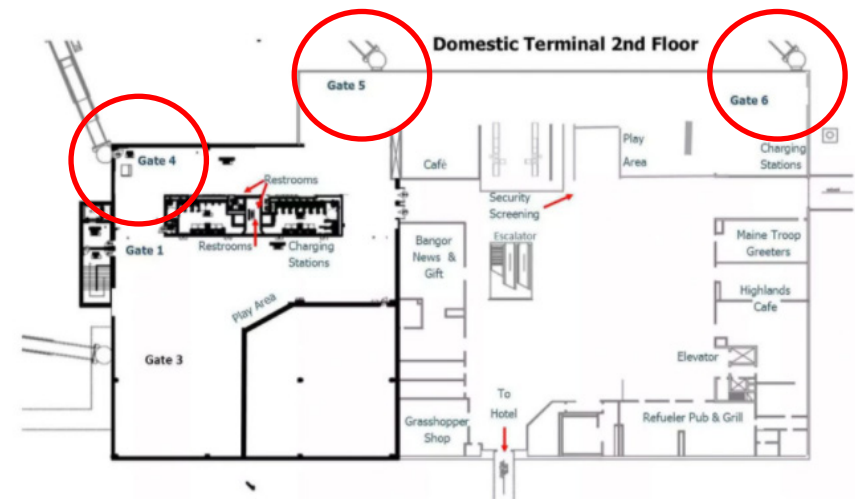
- Replace PBBs on Gates 4, 5, and 6
- Common use gates
- Climate controlled
- Installation of ground power units, foundations and supports, and provisions for future pre-conditioned air systems and baggage slides

■ PFC Objective: Preserve Capacity

■ Justification:

- PBBs are beyond their 20-year useful life
- Increasing maintenance and reliability issues
- Replacement parts are becoming obsolete and difficult to procure

Funding Source	Amount
<i>PFC Pay-as-you-go</i>	\$ 5,402,900
Local	0
Total	\$ 5,402,900



Note: Each PBB will be procured and installed as PFC funding becomes available throughout the project period.

2. PFC Application Assistance

- **Description:**

- Consulting services related to preparation of the current proposed PFC application

- **Justification:**

- The project included in this proposed PFC application meets the requirements and objectives of approved PFC projects. Funding the cost to prepare this application with PFC revenues (i) helps the Airport keep operating costs down, (ii) increases the Airport’s overall funding capacity, and (iii) enables the Airport to keep airline costs as low as possible. The consultant’s fees support the administration of the PFC program which accomplishes the immediate objective of preserving the capacity of the Airport.

Funding Source	Amount
<i>PFC Pay-as-you-go</i>	\$ 46,175
Local	<u>0</u>
Total	\$ 46,175

PFC Level, Proposed Charge Effective Date, Estimated Charge Expiration Date, and Estimated Total PFC Revenue

- PFC level: **\$4.50 per eligible enplaned passenger**
- Proposed charge effective date: **July 1, 2021**
- Est. charge expiration date: **January 1, 2025**
- PFC revenue to be collected: **\$4,477,652**

PFC 05 projects	\$ 5,449,075
Less: PFC over-collection	<u>(971,423)</u>
Total PFC collections	\$ 4,477,652

Classes of Air Carriers Not Required to Collect PFC

- **Air taxi / commercial operators (ATCOs)**
 - Currently excluded from collection
 - As represented by the Air Carrier Activity Information System (ACAIS), air carriers in this class provided service to 202 enplaned passengers at BGR in CY 2019, and included:
 - Waters Aero Marine, Inc.

- **Reason for not collecting: The above class of carriers constitutes no more than 1% of total number passengers enplaned annually at the Airport.**

Air Carrier Requirements

- **In accordance with 14 CFR, §158.23, each air carrier shall provide written certification of agreement or disagreement with the proposed application within 30 days, by Saturday, April 3, 2021.**
 - If an air carrier does not provide certification, the air carrier is considered to have certified its agreement
 - A certification of disagreement must contain the reasons for such disagreement; the absence of such reasons shall void the certification of disagreement

- **Certifications should be sent to:**

Jody Varney
Finance Manager
287 Godfrey Boulevard
Bangor, ME 04401
Phone: 207-992-4617
E-mail: jmvarney@flybangor.com

Public Opportunity to Comment

- In accordance with 14 CFR, §158.24, the public has the opportunity to file comments on the proposed application for 30 days, until Saturday, April 3, 2021.

- Comments should be sent to:

Jody Varney
Finance Manager
287 Godfrey Boulevard
Bangor, ME 04401
Phone: 207-992-4617
E-mail: jmvarney@flybangor.com

Process and Schedule

Milestone	Timeframe	
Notice letter mailed to airlines	January 29, 2021	✓
Air carrier consultation	March 4, 2021	Today
Public consultation materials	March 4, 2021	Today
Air carrier comment deadline	April 3, 2021	
Public comment deadline	April 3, 2021	
Submit application to FAA	ASAP following comment period Target April 6, 2021	
FAA acknowledgement	Maximum 30 days after submission	
Notice to air carriers of approval	ASAP following FAA acknowledgement	
Charge effective date	July 1, 2021	

Thank you!

We appreciate your time, and we look forward to welcoming you to

Bangor International Airport