



CITY OF LONG BEACH

R-21

LONG BEACH AIRPORT

4100 East Donald Douglas Drive • Long Beach, CA 90808 • (562) 570-2619 • Fax (562) 570-2601

November 18, 2014

HONORABLE MAYOR AND CITY COUNCIL
City of Long Beach
California

RECOMMENDATION:

Increase appropriations in the Airport Fund (EF 320) in the Airport Department (AP) by \$10,697,988 for Passenger Facility Charges approved by the Federal Aviation Administration in Fiscal Year 2015 for various capital improvement projects. (District 5)

DISCUSSION

The Long Beach Airport (Airport) utilizes a Passenger Facility Charge (PFC) to fund Capital Improvement Projects, including the local match for projects funded by Airport Improvement Program (AIP) grants. Federal regulations allow local airport sponsors to charge PFC, which is a fee of up to \$4.50 "per enplaned passenger" for expenditure on eligible non-revenue generating airport capital improvements. The Federal Aviation Administration (FAA) must approve the use of PFCs through an application process.

On November 5, 2013, the City Council authorized the City Manager to apply for and to accept, implement, administer, collect and expend new PFC. Application No. 14-07-C-00-LGB, for an amount of \$10,697,988, was approved by the FAA on October 24, 2014. Funding included in the application was the City's share (local match plus additional funds) for various projects. Please see Attachment for a list of the approved projects.

This matter was reviewed by Deputy City Linda T. Vu on November 3, 2014 and Budget Management Officer Victoria Bell on November 6, 2014.

TIMING CONSIDERATIONS

City Council action on this matter is requested on November 18, 2014, to allow the Airport to utilize the approved PFC funds to reimburse previous costs, as most of the approved projects commenced with Airport capital.

FISCAL IMPACT

To utilize these PFC funds, which have now been fully approved by City Council and the FAA, an increase in appropriation is requested in the Airport Fund (EF 320) in the Airport Department (AP) by \$10,697,988.

The projects included in these PFC programs will result in a positive local job impact.

HONORABLE MAYOR AND CITY COUNCIL

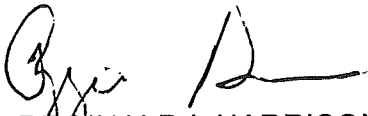
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SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,



REGINALD I. HARRISON
ACTING DIRECTOR, LONG BEACH AIRPORT

MR:JS:km
SICL\LGB PFC Appropriation.rev2.docx

Attachment

APPROVED:



PATRICK H. WEST
CITY MANAGER

Project	PFC Funding Amount
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PFC Application 14-07-C-00-LGB

IMPOSE & USE:

Construction of Apron (Air Carrier Ramp) - Phases II-III	3,141,266
Pavement Management & Maintenance System	650,000
Airfield Geometry Study and Strategic Plan	101,000
Runway 30 RSA Improvements	1,036,806
Runway 7L-25R Rehabilitation	3,664,448
Perimeter Security Improvements	525,225
Terminal Area Roadway Improvements	1,339,243
PFC Planning, App. Preparation & Program Admin.	240,000

Total - Requested PFC Appropriation \$ 10,697,988