

June 26, 2017

Burbank-Glendale-Pasadena Airport Authority

Bob Hope Airport (commonly known as Hollywood Burbank Airport)

**Proposed Amendment to Existing Passenger Facility Charge (PFC) Application
11-11-C-00-BUR**

NOTICE OF OPPORTUNITY FOR PUBLIC COMMENT

The Burbank-Glendale-Pasadena Airport Authority (“Authority”) has determined the need to submit an amendment to Passenger Facility Charge (“PFC”) Application No. 11-11-C-00-BUR (“PFC #11”) to the Federal Aviation Administration (“FAA”) to amend an approved PFC project at Bob Hope Airport (“Airport” or “BUR”). The Authority is issuing this public notice as part of the PFC application process as per 14 Code of Regulations (CFR) Part 158.24 *Notice and Opportunity for Public Comment*.

The following information is provided in accordance with 14CFR 158.23(a):

Original Project Description – Regional Intermodal Transportation Center

In PFC #11, the FAA approved the collection and use of PFC revenue to fund PFC eligible elements of a Regional Intermodal Transportation Center (RITC) and related facilities at the Airport. The RITC is a four-level structure and includes an elevated walkway, a local and regional transit bus station, a ground access center, a three level consolidated rental car facility, underground vehicle fuel storage tanks, a publicly accessible compressed natural gas fueling facility, a two-level automobile parking structure, a signalized at-grade pedestrian crosswalk, and secure bicycle parking. The project also converted an existing rental car ready/return area to airfield use. The RITC was completed on July 1, 2015.

PFC #11 Background

On June 27, 2011, the FAA issued a Final Agency Decision approving the Authority’s application to impose and use PFC revenue to partially fund the construction of the RITC at the Airport. The FAA approved collection and use of PFC revenue at a \$3.00 PFC level in the amount of \$19,931,292. PFC revenue funded a 30-foot wide covered elevated walkway with bi-directional moving sidewalks to connect the RITC with terminal B. In addition, escalators, elevators, and stairways were funded with PFC funds to provide vertical access to the walkway.

At the time of approval, the Airport was categorized by the FAA as a medium-hub airport and the RITC project did not meet the “Significant Contribution” test as required by 14 CFR Part 158.17; therefore, the Authority was only authorized to collect at a \$3.00 PFC level by the FAA. Through its Final Agency Decision, the FAA established August 1, 2017 as the earliest charge effective date and March 1, 2020 as the estimated charge expiration date.

Amendment Request – Amend PFC Level from \$3.00 to \$4.50

The Airport is now classified by the FAA as a small hub airport and is no longer compelled to demonstrate “significant contribution” pursuant to 14 CFR Part 158.17. Given its classification as a small hub airport, the Authority is seeking approval from the FAA to increase the level of PFC from \$3.00 to \$4.50 on passengers enplaned at the Airport for this Project.

Amendment Request -- Estimated Total PFC Revenue

Based upon final project financial documentation for the RITC, the Authority has determined that the current amount of PFC revenue authorized by the FAA for collection and use will exceed allowable costs. Accordingly, the Authority is amending PFC #11 to decrease the total amount of PFC revenue needed for the Project by \$554,770 from \$19,931,292 to \$19,376,522. This decrease is due to actual project costs and not a material alteration in the scope of work for the RITC project.

Charge Effective Date

August 1, 2017

Estimated Charge Expiration Date

The estimated charge expiration date for PFC #11 is estimated to be December 1, 2018

Amendment Justification

The RITC is complete and final costs have been determined. The \$554,770 decrease in project costs is attributable to cost-underruns and not a material change in the scope of work. In addition, since the Airport is no longer classified by the FAA as a medium hub airport, it is not compelled to demonstrate a “significant contribution” for this project and is therefore capable of collecting a \$4.50 PFC in lieu of the approved \$3.00 level. Increasing the collection rate from \$3.00 to \$4.50, combined with the \$554,700 decrease in project costs, will enable the Authority to close this project earlier than anticipated and commence financing other critical PFC projects for the Airport such as the Replacement Terminal Building.

Pursuant to 14 CFR Part 158.24, this notice is published providing the opportunity for public comment until July 25, 2017.

**Comments may be submitted in writing to:
Ms. Kathy J. David, Deputy Executive Director, Finance, and Administration,
Hollywood-Burbank Airport
2627 Hollywood Way
Burbank, CA 91505**