

ORDINANCE

RESOLUTION SUPPORTING AND APPROVING THE SUBMISSION OF AN APPLICATION TO THE FEDERAL AVIATION ADMINISTRATION FOR A PASSENGER FACILITY CHARGE APPLICATION TO 1) ALLOW THE USE OF PASSENGER FACILITY CHARGE FUNDS FOR THE TERMINAL A GROUND LOAD FACILITY PROJECT AT SAN ANTONIO INTERNATIONAL AIRPORT AND 2) CONTINUE THE COLLECTION OF PASSENGER FACILITY CHARGES BEGINNING IN MARCH 2029.

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WHEREAS, the Federal Aviation Administration (FAA) Passenger Facility Charge (PFC) Program allows commercial airports to collect up to \$4.50 for every eligible passenger through a PFC, which the San Antonio International Airport received approval from the City Council in January 2001; and

WHEREAS, the PFC collection can only be utilized for capital improvement projects approved by the FAA that enhance safety, security, and capacity; reduce noise; and increase air carrier competition; and

WHEREAS, since 2001, PFC funding has been used to fund projects including: rehabilitations to Terminal A; construction of Terminal B and its elevated roadway system; installation of a noise monitoring system; upgrade to the central utility plant; and the construction of an extension to Runway 31 (then Runway 21) and extension of Taxiway R; and

WHEREAS, the last application was approved by City Council in March 2007 which increased the PFC rate from \$3.00 to \$4.50 and requested the use of PFC funds for five projects which are complete and the current PFC fund has \$32 million available; and

WHEREAS, the Terminal A Ground Load Facility is an eligible project and it is needed to meet the current and future commercial passenger demand for both domestic and international passenger; and

WHEREAS, in February 2023, the FAA awarded the project a \$20 million federal grant through the Bipartisan Infrastructure Law, and PFC funds are allowed by the FAA to be used as part of the City's match; and

WHEREAS, this application will allow the Aviation Department to use the current \$32,644,920 available in the PFC Fund for design and construction costs for the Terminal A Ground Load Facility project and allow future collections to be utilized for this project; **NOW THEREFORE**,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Manager, or designee, is authorized to submit an application to the Federal Aviation Administration to 1) allow the use of passenger facility charges funds for the Terminal A Ground Load Facility Project at San Antonio International Airport and 2) continue the collection of passenger facility charges beginning in March 2029.

SECTION 2. The continued collection of passenger facility charges shall be deposited into Fund 51014000 and upon approval of the application, these funds will be eligible to be used for 33-00340, Terminal A Ground Load Facility project.

SECTION 3. The financial allocations in this Ordinance are subject to approval by the Deputy Chief Financial Officer, City of San Antonio. The Deputy Chief Financial Officer may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific Fund Numbers, Project Definitions, WBS Elements, Internal Orders, Fund Centers, Cost Centers, Functional Areas, Funds Reservation Document Numbers, and GL Accounts as necessary to carry out the purpose of this Ordinance.

SECTION 4. This Ordinance is effective immediately upon the receipt of eight affirmative votes; otherwise, it is effective ten days after passage.

PASSED and APPROVED this 2nd day of May 2024.

M A Y O R
Ron Nirenberg

ATTEST:

Debbie Racca-Sittre, City Clerk

APPROVED AS TO FORM:

Andrew Segovia, City Attorney