

**PALM BEACH COUNTY**

# BOARD OF COUNTY COMMISSIONERS

## AGENDA ITEM SUMMARY

☒ Consent      ☐ Regular  
☐ Workshop      ☐ Public Hearing

☐ Workshop    ☐ Public Hearing

**Submitted For:**

## I. EXECUTIVE BRIEF

**Motion and Title: Staff recommends motion to approve:** Increasing the Passenger Facility Charge (PFC) at Palm Beach International Airport (PBI) from \$3.00 to \$4.50.

**Summary:** In order to carry out the projects contained in the Board of County Commissioners' approved Airport Master Plan for PBIA, the Department of Airports requests approval to increase the PFC from \$3.00 to \$4.50. Board approval of this item does not constitute final authority to increase the PFC to \$4.50 at this time. Final acceptance of this increase is contingent upon the approval of the County's application by the Federal Aviation Administration, currently anticipated in late Summer 2007.

**Countywide (LMB)**

**Background and Justification:** As part of the long-term development plans for PBIA, the Department of Airports is currently in the planning and design phase of several projects that will improve the operational efficiency of the airport as well as provide enhanced customer service to the flying public. In an effort to help offset the costs of these improvements, including the airfield improvement project currently under Federal environmental review, the Department of Airports is seeking approval to increase the PFC from \$3.00 to \$4.50. Nearly all of the medium and large-hub airports in the State of Florida currently collect PFC's at \$4.50; only PBIA and Orlando International Airport currently collect \$3.00. Orlando has also initiated the application process to raise their level to \$4.50. Additionally, several of the aviation-oriented industry groups throughout the United States are currently lobbying for an increase beyond the \$4.50 maximum. Approval of the increase to \$4.50 will help facilitate the County's development goals at PBIA at this time.

**Attachments:**

1. None

**Recommended By:**

**Department Director**

2/15/07  
Date

**Approved By:**

**County Administrator**

2/22/07  
Date

## II. FISCAL IMPACT ANALYSIS

### A. Five Year Summary of Fiscal Impact:

Fiscal Years	2007	2008	2009	2010	2011
Capital Expenditures	_____	_____	_____	_____	_____
Operating Costs	_____	_____	_____	_____	_____
External Revenues	_____	(2,400,000)	(4,944,000)	(5,092,000)	(5,245,000)
Program Income (County)	_____	_____	_____	_____	_____
In-Kind Match (County)	_____	_____	_____	_____	_____
NET FISCAL IMPACT	_____	(2,400,000)	(4,944,000)	(5,092,000)	(5,245,000)
# ADDITIONAL FTE POSITIONS (Cumulative)	_____	_____	_____	_____	_____

Is Item Included in Current Budget? Yes \_\_\_\_\_ No X  
Budget Account No: Fund \_\_\_\_\_ Department \_\_\_\_\_ Unit \_\_\_\_\_ Object \_\_\_\_\_  
Reporting Category \_\_\_\_\_

### B. Recommended Sources of Funds/Summary of Fiscal Impact:

Approval of this item will allow for an additional annualized revenue increase of \$4,800,000 subject to final review and approval by the Federal Aviation Administration. The effective date of the increase is Mid Fiscal Year 2008, which means the termination of the existing collection authorization. The above Fiscal Impact assumes Mid Year implementation for Fiscal Year 2008 and 3% increase in Passenger Facility Charge Revenue due to passenger growth thereafter. Additionally, the Department will bring capital projects to the Board on future agenda items as programmed in the Master Plan.

C. Departmental Fiscal Review: cm Simon

## III. REVIEW COMMENTS

### A. OFMB Fiscal and/or Contract Development and Control Comments:

John Smith 2-28-07  
OFMB  
2/20/07  
2/20/07  
2/20/07

Don. J. Jacob 2/21/07  
Contract Dev. and Control  
2/21/07

### B. Legal Sufficiency:

Laura Burke 2/21/07  
Assistant County Attorney

### C. Other Department Review:

\_\_\_\_\_  
Department Director

REVISED 9/03

ADM FORM 01

(THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT)