Agenda Item: 3F3

PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS

AGENDA ITEM SUMMARY

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Submitted By:	Department of Airports								

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to receive and file:

- (A) Non-signatory Airline Agreement (Airline Agreement) with Breeze Aviation Group, Inc., d/b/a Breeze Airways (Breeze), commencing February 14, 2022, terminating September 30, 2022, and automatically renewing on an annual basis each October 1st to September 30th until canceled; to provide commercial air service at the Palm Beach International Airport (PBI), and to lease 192 square feet of office space.
- (B) Airline Service Incentive Program Participation Agreement with Breeze, for four (4) routes (Incentive Agreement No. 1) providing for the waiver of landing, ticket counter and gate fees and office rental from February 19, 2022, through February 18, 2024, for flights from Akron/Canton, Ohio (CAK), Columbus, Ohio (CMH), Richmond, Virginia (RIC) and Norfolk, Virginia (ORF).
- (C) Airline Service Incentive Program Participation Agreement with Breeze for two (2) routes (Incentive Agreement No. 2), providing for the waiver of landing, ticket counter and gate fees from February 19, 2022, through August 19, 2022, for flights from Charleston, South Carolina (CHS) and New Orleans, Louisiana (MSY).

Summary: The Airline Agreement permits Breeze to operate at PBI and to lease 192 square feet of airline ticket office space. Incentive Agreement No. 1 waives landing, ticket counter, gate fees and office rental associated with flights from four (4) routes for two (2) years. Incentive Agreement No. 2 waives landing, ticket counter and gate fees associated with flights from two (2) routes for six (6) months. Delegation of authority for execution of the standard form Non-signatory Airline Agreement was approved by the Board in R-2019-1156. Delegation of authority for execution of the standard Airline Service Incentive Agreements was approved by the Board in R-2014-0251. <u>Countywide (AH)</u>

Background and Justification: N/A

Attachments: One (1) Airline Agreement One (1) Incentive Agreement No. 1 One (1) Incentive Agreement No. 2

Recommended By:	Ru Luna Bibi Department Director	<u>3-8-22</u> Date
Approved By:	County Administrator	3/23/22 Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>
Capital Expenditures Operating Costs Operating Revenues Program Income (County)	(\$188)				
In-Kind Match (County)					
NET FISCAL IMPACT	(\$188)	\$-0	\$-0	\$-0	\$-0
# ADDITIONAL FTE POSITIONS (Cumulative)					
Is Item Included in Current F	udaet? Ye	e X	No		

Does this item included in Current Budget? Yes <u>X</u> No <u>X</u> Does this item include the use of federal funds? Yes <u>No X</u> Budget Account No: Fund <u>4100</u> Department <u>120</u> Unit <u>8320/8430</u> RSource <u>Various</u> Reporting Category _____

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

The fiscal impact above includes rental for 192 square feet of airline ticket office space for the 5-day period of February 14, 2022 to February 18, 2022 at the FY2022 rental rate of \$65.66 per square foot. The incentive agreements provide for waiver of airline ticket office rental, landing, ticket counter and gate fees associated with qualified flights. Upon commencement of Incentive Agreement No. 1 on February 19, 2022, rental for the airline ticket office space will be waived for up to two (2) years. Fees that are not waived under either incentive agreement include baggage system charges; however, amounts cannot be estimated at this time.

1 IN ROOMA C. Departmental Fiscal Review:

III. REVIEW COMMENTS

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

<u>ть 3/4/22</u> ОГМВ 974 3.4.

B. Legal Sufficiency:

3/22/22 Assistant County Attorney

C. Other Department Review:

Department Director

REVISED 11/17

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

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3/21/22 Contract Dev. and Contro