Agenda Item: 3F11

## PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS

## **AGENDA ITEM SUMMARY**

Meeting Date: July 12, 2022		[x]	Consent Workshop	[	] Regular ] Public Hearing			
Submit	tted By: Department of Airports							
=====	<u>I. EXECU</u>	TIVE BI	:======= <u>RIEF</u>		:=========			
Motion	and Title: Staff recommends motion	on to re	ceive and file:					
(A)	Non-signatory Airline Agreement (Airline Agreement) with Avelo Airlines, Inc. (Avelo), commencing December 16, 2021, terminating September 30, 2022, and automatically renewing on an annual basis each October 1 <sup>st</sup> to September 30 <sup>th</sup> until canceled; providing for Avelo to provide commercial air service at the Palm Beach International Airport (PBI).							
(B)	Airline Service Incentive Program Participation Agreement (Incentive Agreement) with Avelo, providing for waiver of landing, ticket counter and gate fees from December 16, 2021, through December 15, 2023, for flights from Tweed-New Haven Airport, Connecticut (HVN).							
waives authorit the Boa	ary: The Airline Agreement permits A landing, ticket counter and gate fees by for execution of the standard form Nard in R-2019-1156. Delegation of author Agreement was approved by the Bore	for flight Ion-sign hority fo	s from HVN for atory Airline Agr execution of the	two eem e sta	years. Delegation of ent was approved by Indard Airline Service			
Backgı	round and Justification: N/A							
Attachi	ments: One (1) Airline Agreement One (1) Incentive Agreemen	ıt						
Recom	nmended By: Pw Department	t Direct	or		5・ <b>ጋ</b> て - <i>2</i> 乙 Date			
Approv	ved By:County Adm	ler ninistra	tor		6/7/22 Date			

## **II. FISCAL IMPACT ANALYSIS**

A. Five Year Summary of Fiscal Impact:										
Fiscal Years	2022	2023	2024	<u>2025</u>	2026					
Capital Expenditures Operating Costs Operating Revenues Program Income (County) In-Kind Match (County)										
NET FISCAL IMPACT	<u>\$-0-</u>	<u>\$-0-</u>	<u>\$-0-</u>	<u>\$-0-</u>	<u>\$-0-</u>					
# ADDITIONAL FTE POSITIONS (Cumulative)										
Is Item Included in Current Budget? Yes X No Does this item include the use of federal funds? Yes No X Budget Account No: Fund 4100 Department 120 Unit 8320/8430 RSource Various Reporting Category										
B. Recommended Sources of Funds/Summary of Fiscal Impact:										
Under the Airline Agreement, Avelo will pay baggage system charges and per-use charges that may apply to their operations; however, amounts cannot be estimated at this time. The Incentive Agreement allows for the waiver of landing, ticket counter and gate fees for "qualified flights" from HVN. The Signatory Airline Agreement (R-2019-1155) establishes the basis for airline rates and charges for the operation of commercial air service at PBI. The Non-signatory Airline Agreement incorporates the rates and charges established under the Signatory Airline Agreement. Revenues from terminal rents, landing fees, and baggage system charges will average \$14 to \$16 million annually over the five-year period. Rates are established to recover the cost of airport operations, maintenance, and debt service for the terminal, terminal systems, and airfield.										
C. Departmental Fiscal Review: New Millian Millian Comments										
A. OFMB Fiscal and/or Contract Development and Control Comments:  A. OFMB Fiscal and/or Contract Development and Control Comments:  Contract Dev. and Control										
B. Legal Sufficiency:										
Assistant County Attorney										
C. Other Department Review:										
Department Director										
REVISED 11/17										

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