

PUBLIC NOTICE

St. Louis Lambert International Airport (the "Airport") intends to file a new Passenger Facility Charge (PFC) application #13 with the Federal Aviation Administration (the "FAA") to impose and use PFCs on one (1) new capital project at the Airport at a \$4.50 PFC collection rate.

The proposed effective date for the new application is January 1, 2026, and the estimated charge expiration date is April 1, 2026. The application requests \$5,451,609 of PFC collection authority. The Airport is seeking public comments on the application and on the following project:

Project No. & Title: 13.01 – Terminal 2 Baggage Handling Expansion

Project Description: This project provides for the expansion of the inbound baggage handling system at Terminal 2. The project includes three elements as follows:

1. The design and construction of a third complete Baggage Claim System at Terminal 2. The work will include a single-story bag claim building expansion connected to the West side of the existing Terminal 2 Baggage Claim area and installation of a new baggage carousel and associated systems.
2. A new Inbound Baggage Drop building on the ramp side between Gates E24 and E29. The work will also include supporting infrastructure necessary to provide cover for the baggage belts that will connect between the two spaces.
3. The replacement of the two existing baggage carousels.

The project also includes installation of an approximately 1400KW generator to replace the existing 1250KW generator that powers numerous life-safety services. The replacement generator costs will be funded with other airport funds. The costs of the generator were not included in the calculations to determine PFC eligibility, because the generator is not intended to exclusively serve baggage claim facilities.

Element #1 will include a 95' long baggage claim carousel. The single-story bag claim building expansion will be approximately 130' by 97', adding 10,500 sf, and will include restrooms, retail space and a Baggage Service Office. Element 1 also includes the addition of retail space to the existing baggage claim area in Terminal 2.

Element #2 will include The Inbound Baggage Expansion building and two (2) approximately 550' long covered conveyor runs. The Inbound Baggage Expansion building will be approximately 86' by 42', 3600 sf and will be a steel structured enclosure with insulated metal walls and roof panels.

Element #3 will involve replacing two 80' ft. long baggage carousels with two 80' ft. long carousels.

After excluding the cost of the replacement generator, which will be funded by other Airport resources (\$475,000), and the cost of contingencies, which are not recoverable with PFCs in any circumstances (\$2,999,000), the Airport estimates that 92% of remaining project costs are PFC eligible (\$18,295,698 out of total remaining costs of \$19,995,650).

Southwest Airlines has agreed to contribute approximately \$16.3 million toward the construction costs for the Terminal 2 Baggage Carousel Expansion project. As a result, Southwest Airlines will be exempt from Airport rates and charges related to the project for up to 20 years. Any other carrier using Terminal 2 will be similarly exempt to assure compliance with Airport Improvement Program Grant Assurance 22, Economic Nondiscrimination and PFC Assurance 8(b).

Project Justification: The current inbound baggage carousels are 20 years old and have reached the end of their useful life. In addition, the existing inbound baggage system is overloaded, and in need of replacement and expansion due to the passenger growth at Terminal 2. Terminal 2 currently serves Southwest Airlines and 62% of STL's O&D passengers with 2 baggage carousels. In comparison Terminal 1 serves the remaining 38% of O & D passengers with 6 baggage carousels.

Installation of the additional third Inbound baggage system will support existing and anticipated increases in Inbound baggage loads. The expansion of the baggage claim and replacement of the current carousels will increase the inbound baggage capacity by approximately 37% percent. This work will also decrease passenger wait times, congestion at the baggage claim, and allow air carrier capacity growth at Terminal 2 and Concourses D and E.

PFC Revenue: \$5,451,609

The Airport welcomes the public's comments and support for these projects and will review all comments submitted in writing by no later than March 20, 2019. Please address any questions or comments to:

Antonio Strong
Airport Deputy Director, Finance & Administration
10701 Lambert International Blvd.
MTN-2276
St. Louis, MO 63145-0212
Email: afstrong@flystl.com
Telephone: 314-426-8026

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