



**SPOKANE**  
INTERNATIONAL AIRPORT



**Spokane Airports Update**

**Washington State Transportation Commission**

**Lawrence J. Krauter, A.A.E., AICP**  
**Chief Executive Officer**  
**Spokane International Airport, Felts Field**  
**and Airport Business Park**



## Federal Level Issues – FAA Reauthorization Bill

- Expires September 30, 2015
- Passenger Facility Charge modernization to \$8.50 per enplaned passenger and indexed to inflation from current cap of \$4.50 and no indexing set in 1999 by Congress.
- Protect the Airport Improvement Program which provides grants to fund projects at SIA and Felts Field at 90/10 match.
- Maintain or increase funding for Small Community Air Service Development grant program.
- Regulatory reforms and Return to Rulemaking Process
- Funding for Next Gen Air Traffic Modernization programs
- Integration of Unmanned Aerial Vehicles into the NAS
- Permanently require FAA to pay for space used at airports

## **Federal Level Issues – Contract Towers**

- **December 2013 – Bi-Partisan Budget Act provides statutory protection and funding for contract towers through end of FFY2014**
- **Contract Tower Program current Agreement expired on 9/30/14. Anticipated renewal is March 31, 2015.**
- **CBA Formula Changes slated for release in December 2015**
- **President’s 2016 Budget proposes elimination of “guaranteed funding” for the Contract Tower Program.**
- **252 Towers Currently in Contract Tower Program**
- **Contract Tower Program created in 1982 following PATCO strike and firing of Air Traffic Controllers**
- **AAAE created USCTA in 1996 to liaison with Congress, DOT/FAA, NTSB, GAO and DOT IG.**
- **November 2012 DOT IG report indicates that Contract Towers continue to provide cost-effective and safe air traffic control services and operate at a lower cost (nearly one-third) of similar FAA-operated towers.**

## Federal Level Issues – TSA

- December 2013 Congress passes Bi-Partisan Budget Act. Senator Murray inserts language requiring TSA to staff exit lanes if they were doing so on December 1, 2013. Security fee increased to maximum of \$5.60 per trip.
- TSA “interprets” law to mean that they can collect the fee for each flight segment if the connection time is greater than 4 hours. Congress forced to pass another law in 2014 limiting the collection to a maximum of \$11.20 per round trip.
- TSA “interprets” law on exit lane staffing to mean “if the exit lane is co-located with the screening checkpoint and further informs airports that if the exit lane is relocated due to terminal building projects, they will cease to staff it.
- Big Issues Coming Up Include:
  - 100% Employee Screening (Addressing Criminal Problems v. Terrorism Threats)
  - Continued Rollout of PreCheck/New Enrollment Center Now Open at SIA! 800 Applications Processed
  - Continued progress on Risk-Based Screening (layered/unpredictable)
  - Dynamic Aviation Risk Management System (DARMS) (Flight-by-Flight Basis)
  - TSA Personnel Changes (Acting Administrator/Nominee Pending)
  - Perimeter Intrusion
  - Standard technology for automation of exit lane monitoring
  - Increased training and emphasis on active-shooter scenarios following November 2013 LAX incident

# SEQUESTER ....GONE BUT NOT FORGOTTEN!



Getty



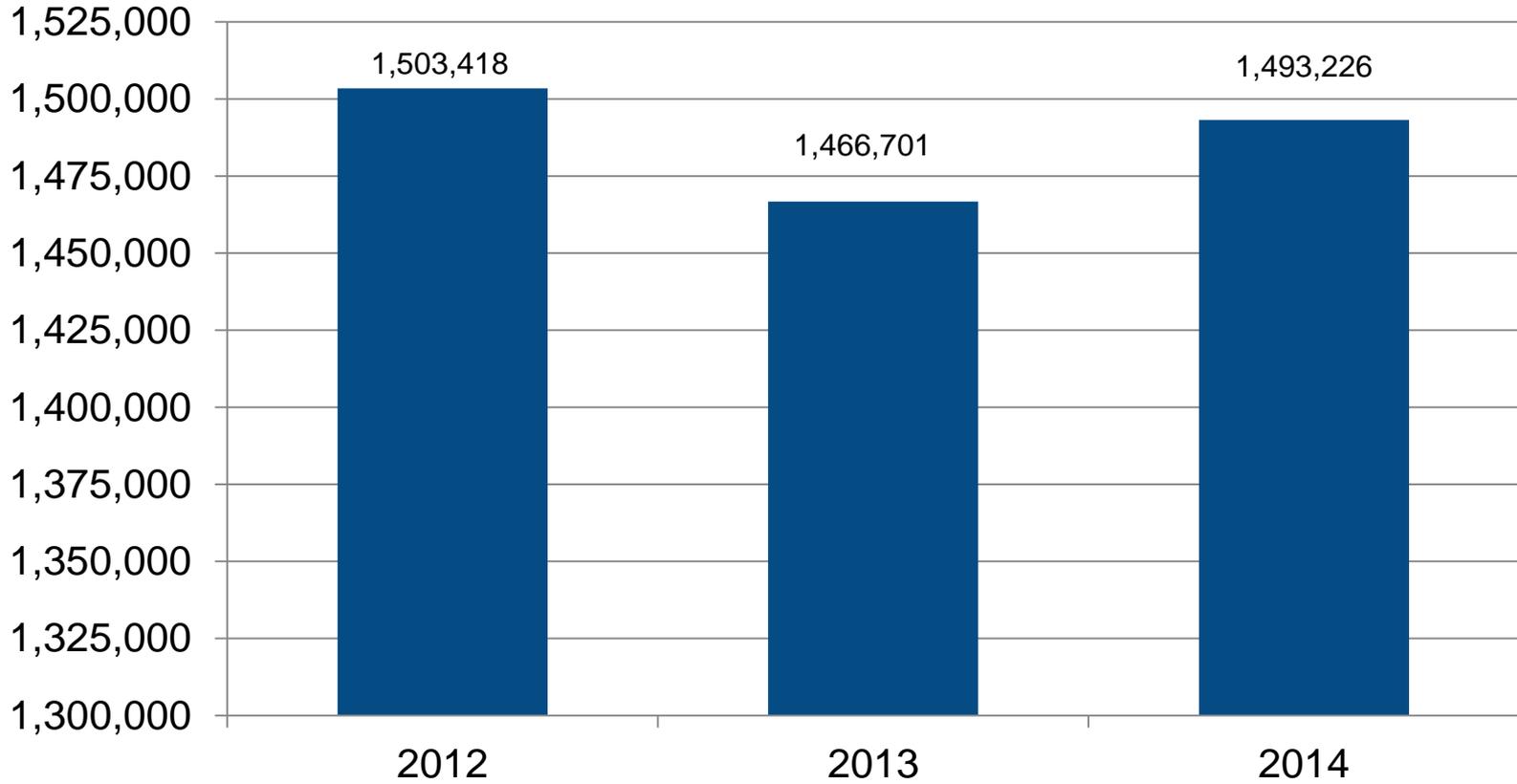
## State Level Issues



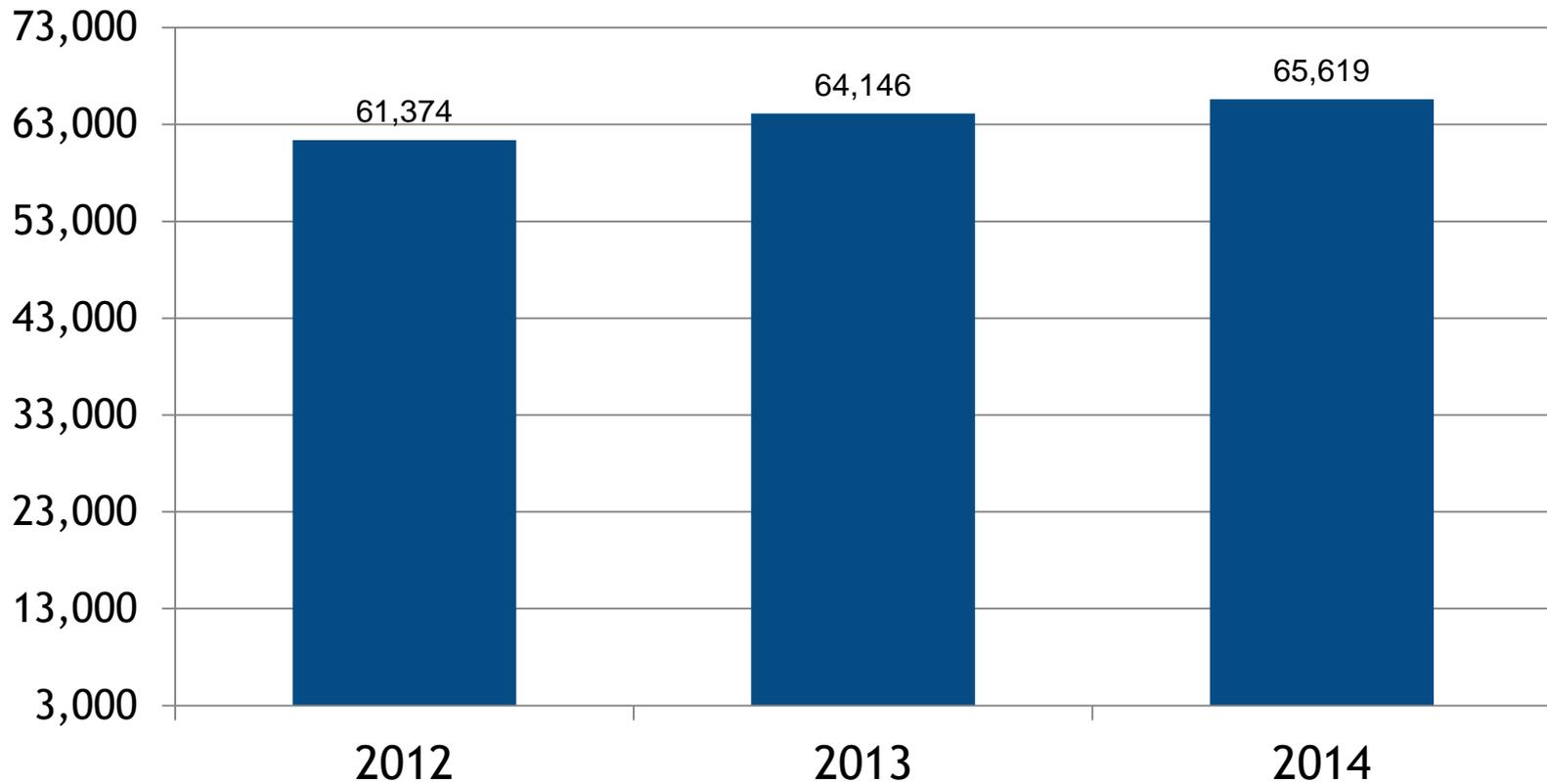
## State Level Issues

- Airport has hired its first state government affairs lobbyist
- SB 5324/HB 1526 - Use of Aircraft Excise Tax
- Eliminate State Sales Tax on Construction of Hangars used in MRO (Bill Pending)
- SB 5756 - Expanding Aerospace Manufacturing Tax Relief (The Boeing Bill Amended to Spread Benefit Throughout the State Act)
- HB 1093 – Drones/UAVs
- Will there be a transportation bill passed in this session?
- Considerable shortfall in WSDOT Aviation funding (presented to STC in Feb. 2015)

## Enplaned Passengers



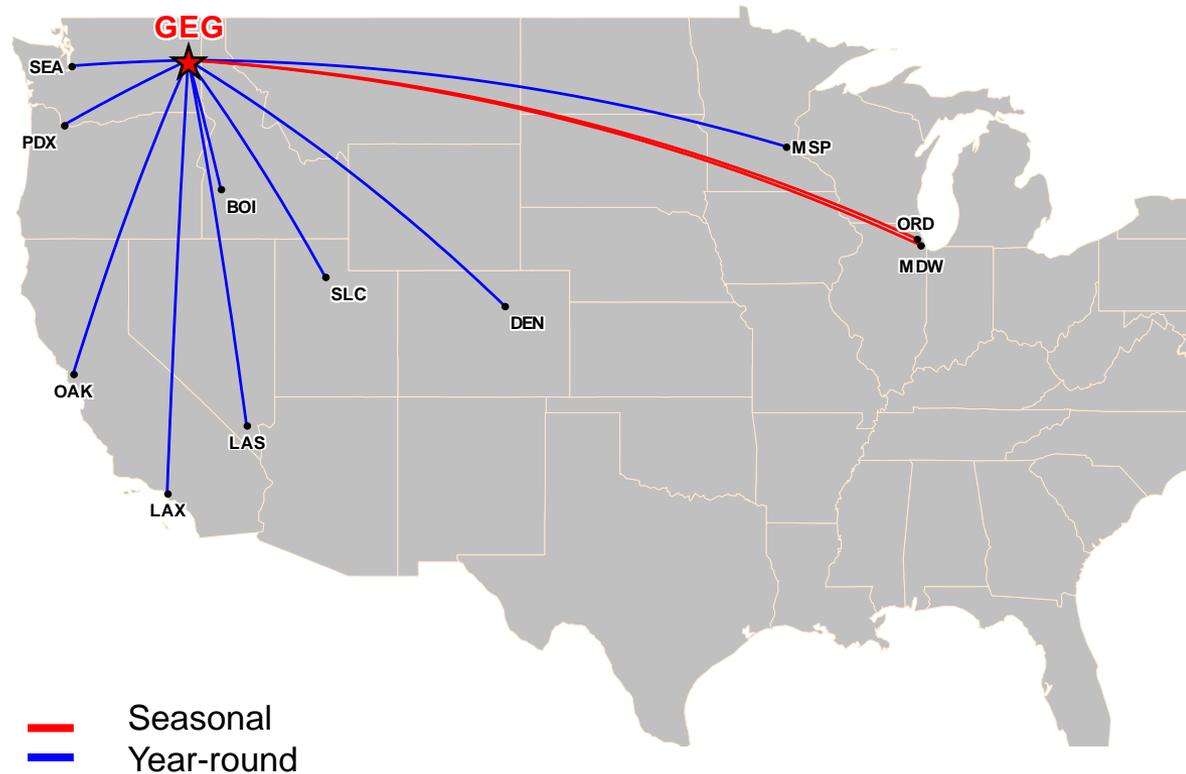
## Total Cargo In Tons



# Spokane January 2015 Nonstop Service

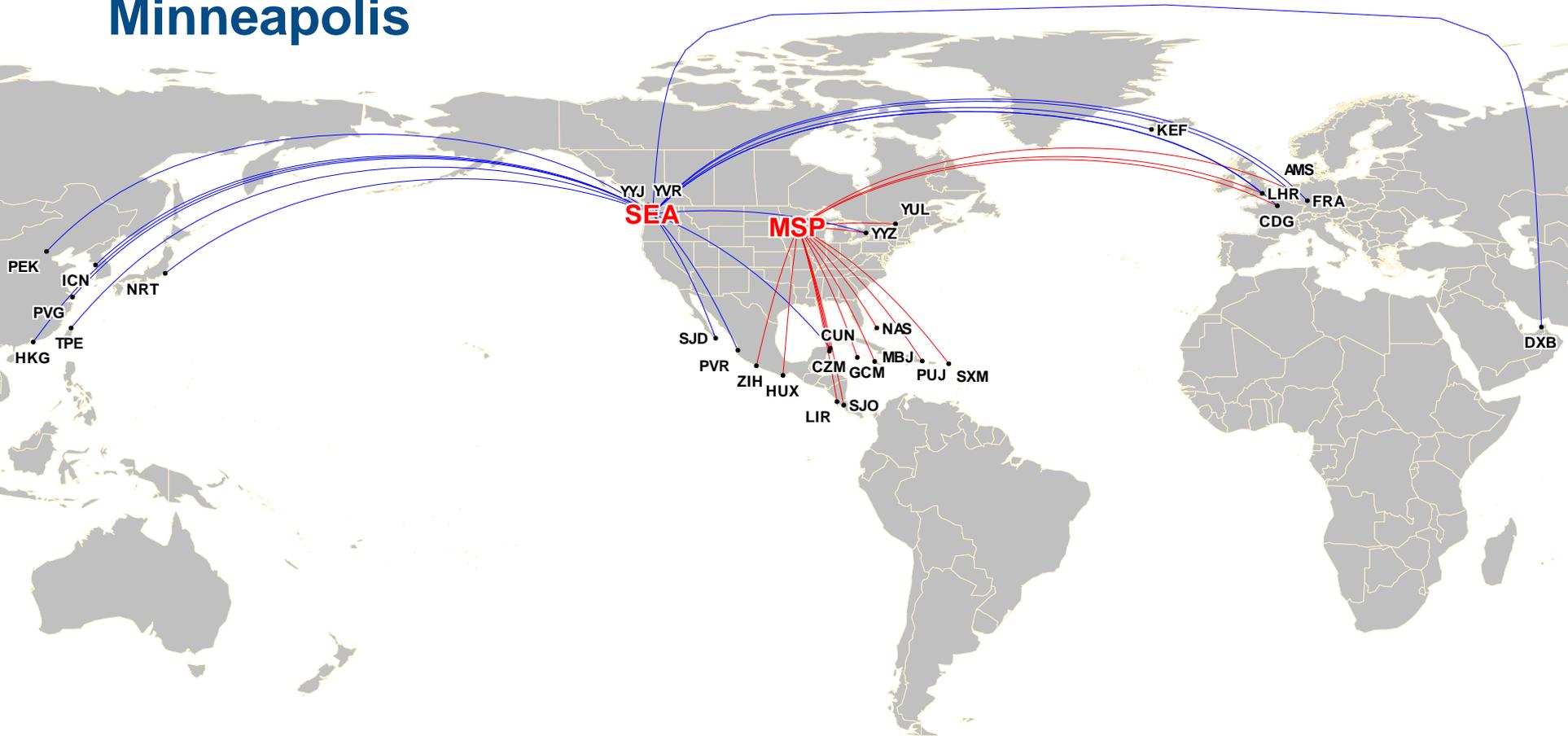
## Connecting Cities:

- Seattle 62
- Salt Lake City 50
- Los Angeles 27
- Phoenix 37
- Denver 84
- Minneapolis 82
- Chicago 92





# Nonstop International Destinations from Seattle and Minneapolis



## JumpStart and Network/Routes Events Merged from 3 to 2

- JumpStart (Seattle/June)

American	
Spirit	Allegiant
SeaPort	jetBlue
Southwest	Delta
United	WestJet
Alaska	

- Targets:

San Diego  
Dallas  
Atlanta  
Calgary  
Chicago (year-round)  
Anchorage (seasonal)  
Palm Springs (seasonal)  
Smaller Northwest Regional communities SeaPort

## **Air Service Environment – Capacity Discipline/International Focus**

- System-wide carriers will fly fewer departures in Q1/Q2 2015 by about 1.8% and about 3% increase in seats due to fleet shifts.
- Domestic flights decrease as carriers (including Southwest) focus on international flying.
- Airline systems and strategies determine service not market/community demand. New paradigm is to match the strategy.
- Real metric is connectivity and ability of the globe to get to the community.
- There are opportunities and it requires significant commitment from the community in terms of dollars and commitments to use the service.

## Economic and Airline Industry Conditions

- Potential for Slow Economic Recovery
- Tight Credit Market
- Airline Network Restructuring (Consolidation and Alliances)
- Continued Oil Price Volatility
- Uncertainty of Airport Funding Sources
- Unprecedented Challenges

Focus will be on:

- Optimizing Scarce Funding Sources (reduce AIP, limit PFC, limit tax-exempt debt issues)
- Monitoring and Evaluating Airline Industry Changes (United/Continental, AirTran/Southwest, complexity and development of alliances is changing the way airports are used by them, could result in reduced operating margins by the return of leased space and gates, discontinuation or reduction in airline service, and decreases in passenger traffic as a result of reduced competition and higher air fares)
- Implementing Energy Efficiency and Sustainability Practices (see oil price volatility) puts increased pressure on airlines and airports. Airlines fight it by reducing capacity and increasing fares, while airports must maintain and operate a fixed asset regardless of the number of passengers or aircraft operations.
- Seeking Commercial Business Development (third party commercial developers may be required due to airport's inability to invest due to declining grant funds and operating margins)
- Promoting Economic Development and Community Support (AIR Spokane, SCASD support, more involvement by local community for air service and other support)



Search

Airway Heights, WA  
**39°F** Light Rain  
WU WEATHER UNDERGROUND



Flight Info



Terminal



Parking and Transportation



Hotels



Area Attractions



Contact

# Spokane International Airport

Terminal Info >

## ARRIVALS

Flight	From	Status	Sched	Updated
UA1150	Denver, CO	<u>Arrived</u>	12:37 PM	3:50 PM
WN1177	Denver, CO	<u>Arrived</u>	1:35 PM	2:22 PM
AS2594	Seattle, WA	<u>Arrived</u>	2:29 PM	2:19 PM
WN8500	Greensboro, NC	<u>Landed</u>	2:49 PM	2:51 PM
AS2438	Seattle, WA	<u>Arrived</u>	3:00 PM	2:55 PM
AS2354	Portland, OR	<u>Arrived</u>	3:18 PM	3:20 PM
WN1199	Phoenix, AZ	<u>Arrived</u>	3:20 PM	3:22 PM
DL4606	Seattle, WA	<u>Arrived</u>	3:40 PM	3:39 PM
AS2506	Seattle, WA	<u>Landed</u>	3:50 PM	3:48 PM

Browse All Flights >

View Flight Tracker >

## DEPARTURES

NOW FLYING



**SPOKANE TO SEATTLE  
TO THE WORLD**



# EARN MORE MILES

when you park, shop or dine at the Airport!\*



Scan me for 100 BONUS MILES!



register FREE at  
**thanksagain.com/GEG**  
or text **FLYGEG** to **82257**

\* See website for complete Terms and Conditions

## New Car Wash for Garage/Outside Parking Patrons



**CAR WASH**  
**AND EXIT CANOPY IMPROVEMENT PROJECT**  
THE SINGLE BAY CAR WASH WILL BE COMPLIMENTARY TO  
GARAGE AND OUTSIDE PARKING LOT CUSTOMERS

**GRAHAM** **ALSC** ARCHITECTS

PROJECT COMPLETION: NOVEMBER 2014

Spokane International Airport  
[www.SpokaneAirports.net](http://www.SpokaneAirports.net)









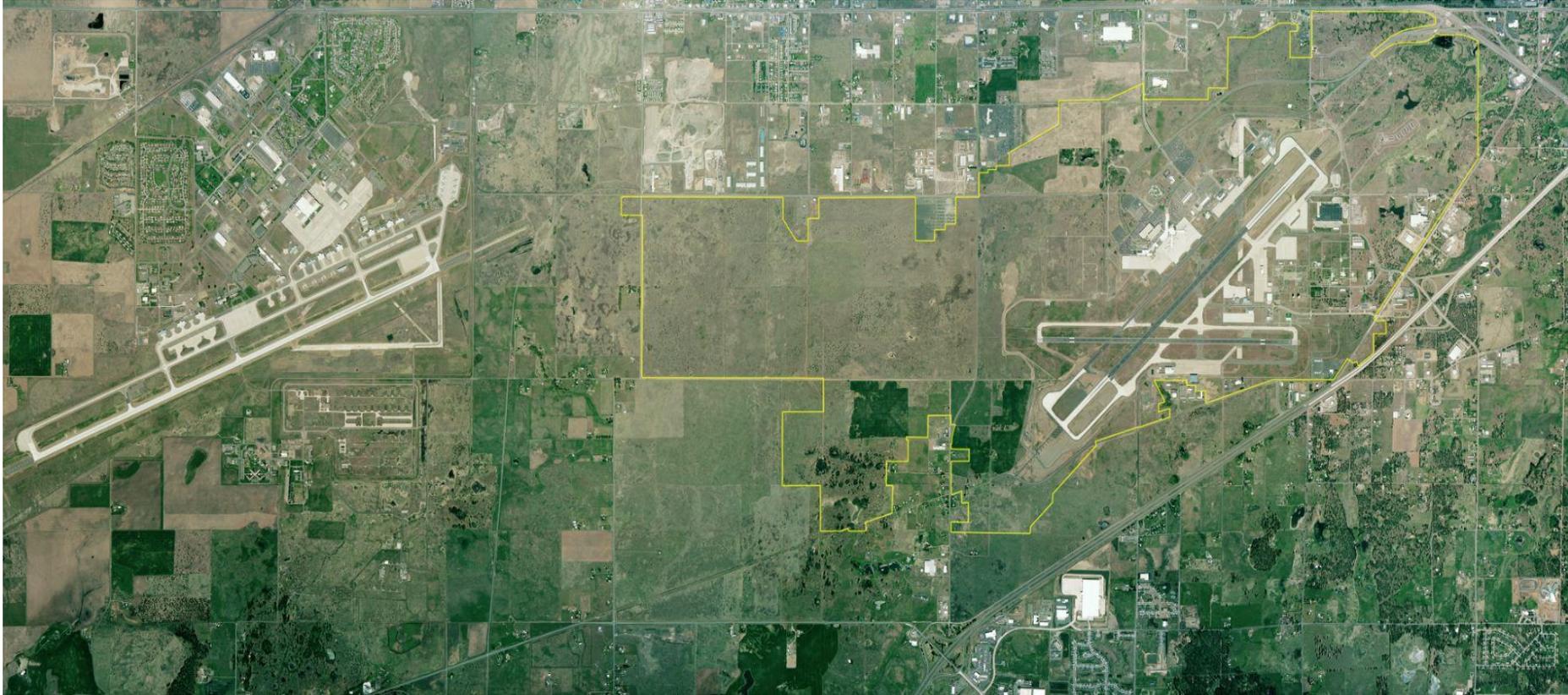




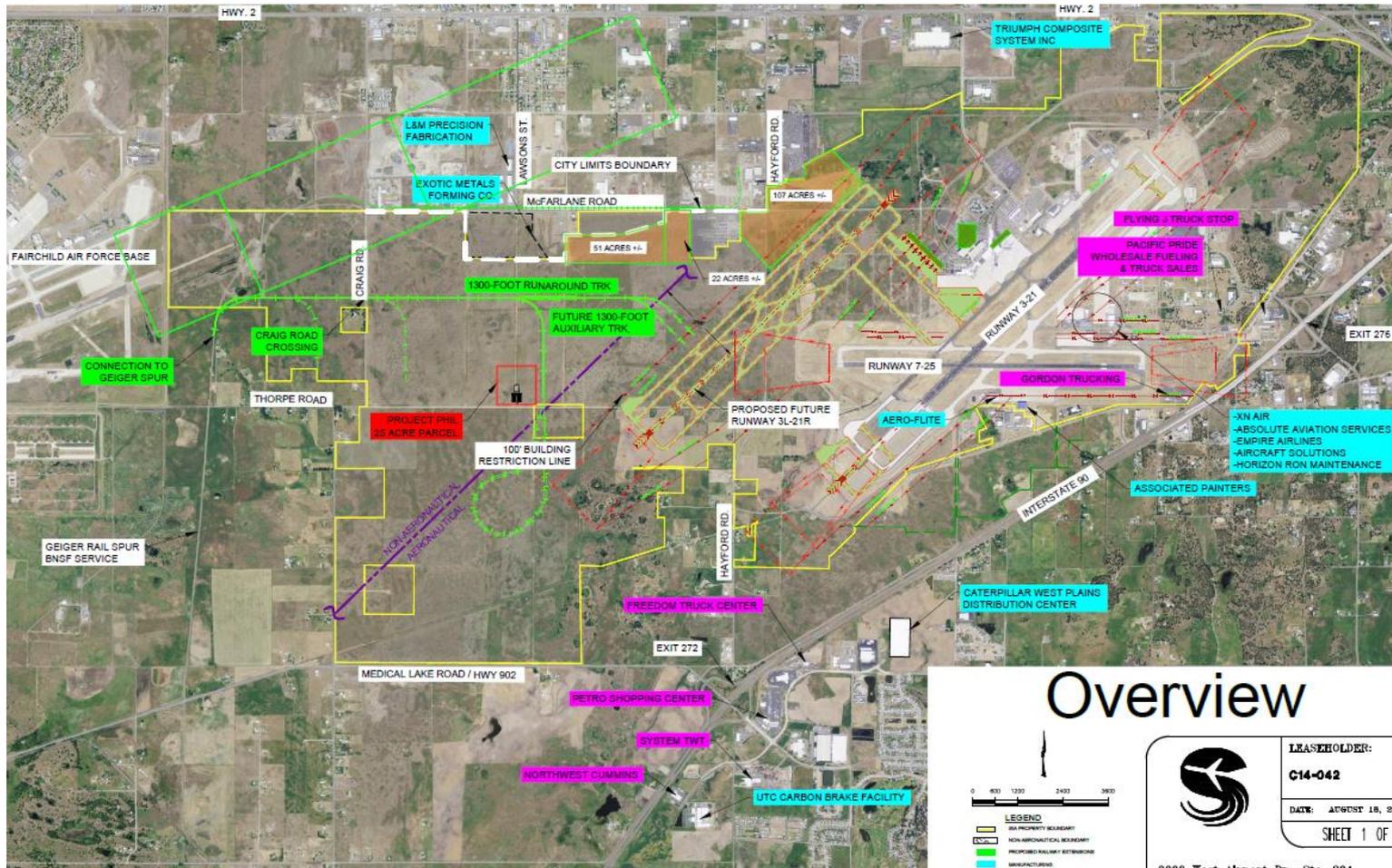
## New Shuttle Buses



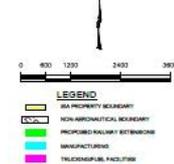
# AIR Spokane/Aerotropolis



# West Plains Aerospace and Trucking Cluster



## Overview



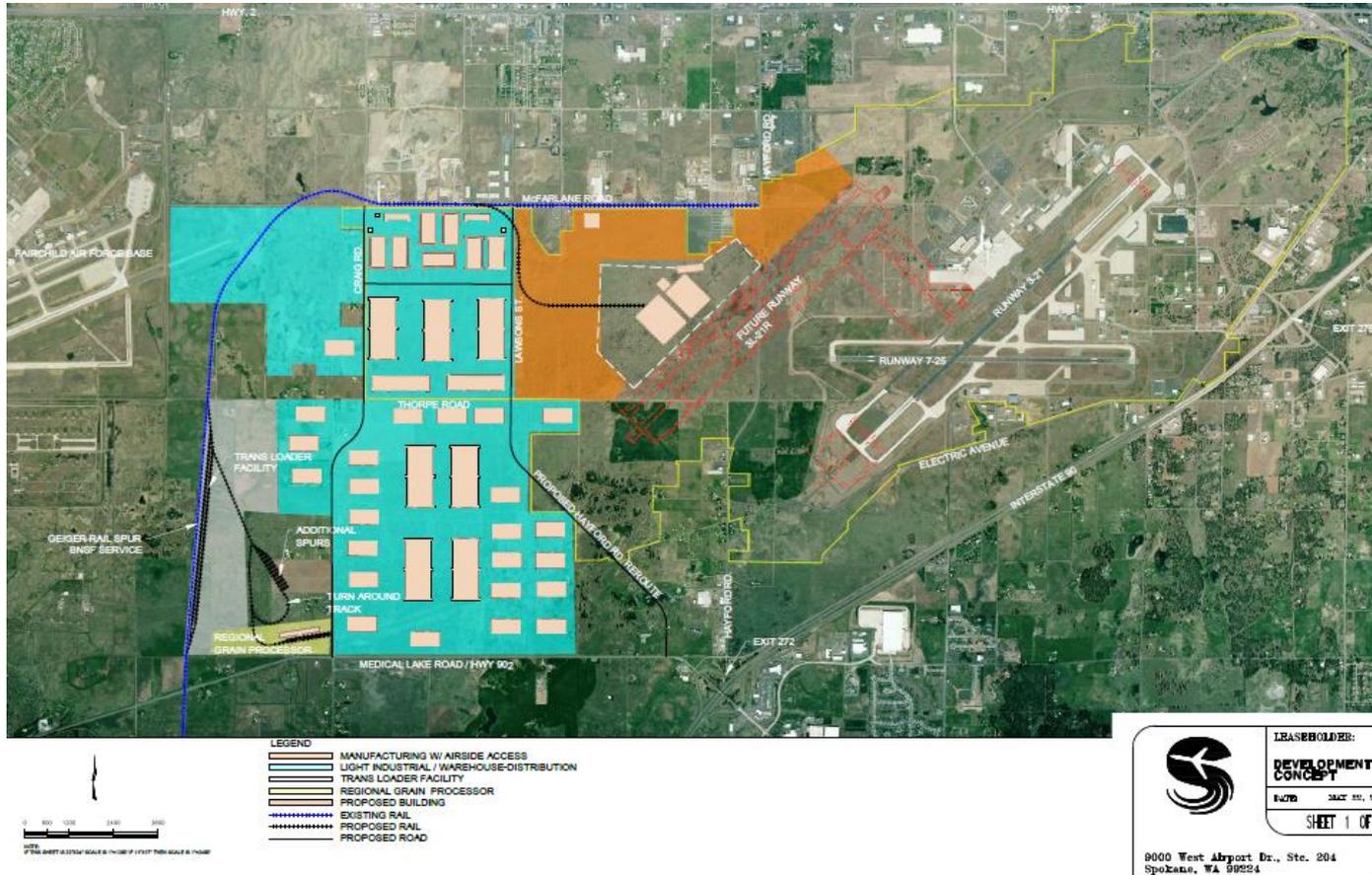
LEASEHOLDER:  
**C14-042**  
DATE: AUGUST 18, 2014  
SHEET 1 OF 1

8000 West Airport Dr., Ste. 204  
Spokane, WA 99224



**Spokane International Airport**  
GEG – GENERATING ECONOMIC GROWTH

# Ultimate Build-out



# Business Recruitment



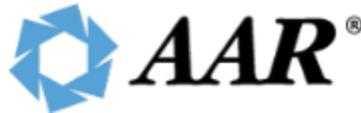


# Exotic Metals Forming Company Airway Heights



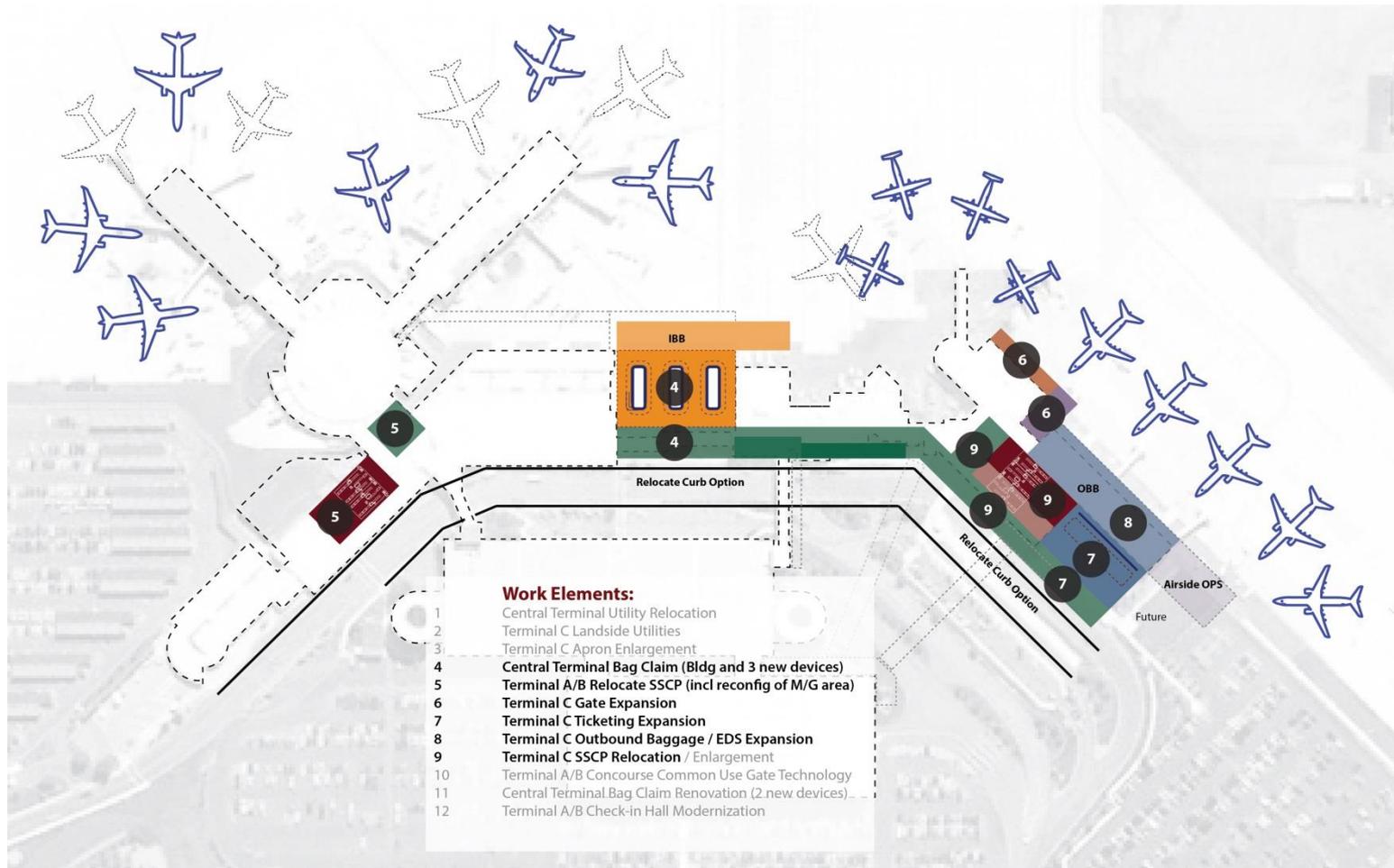


# Associated Painters/EirTech Merger Customer Base

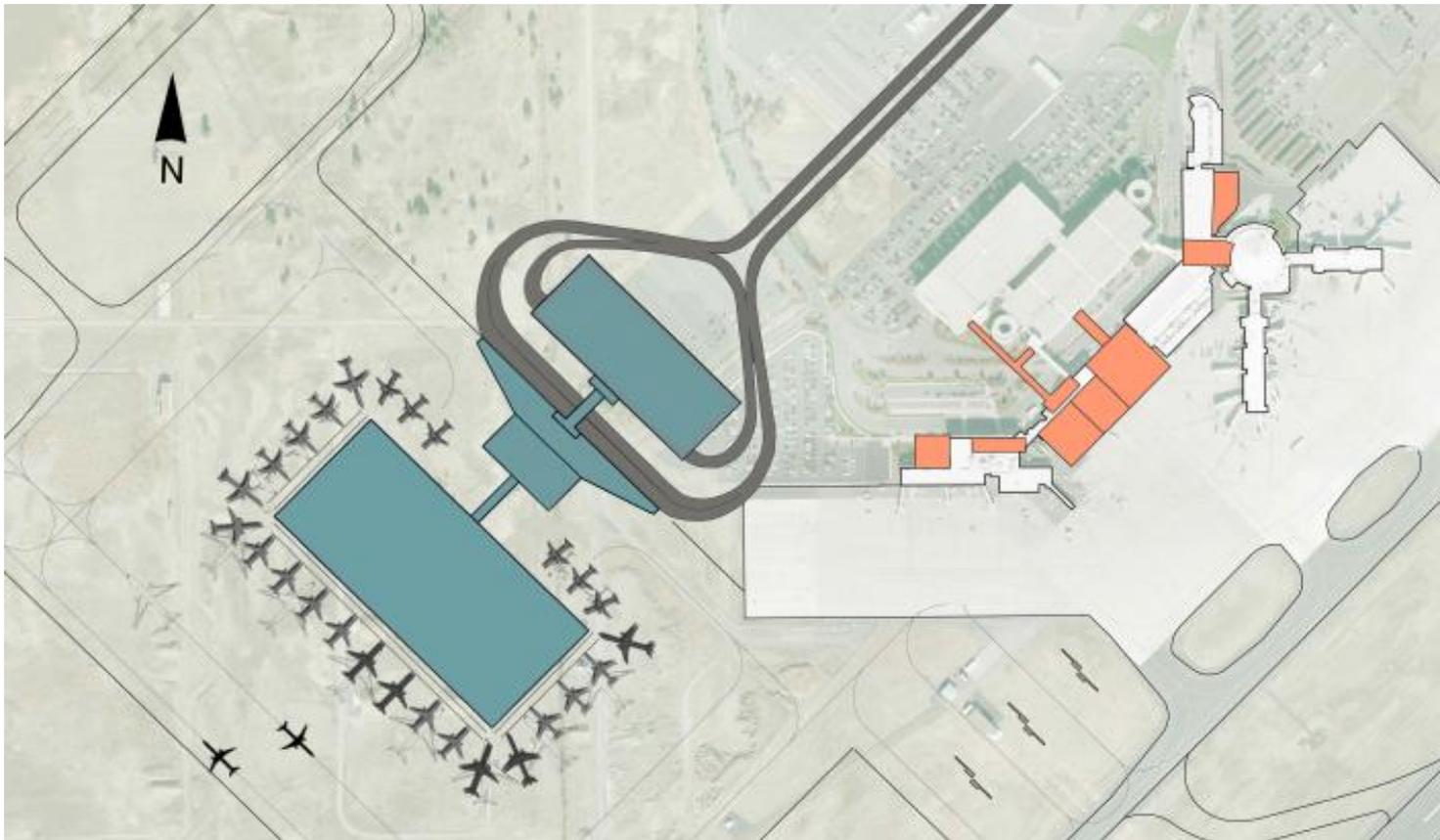




# Terminal Expansion Plan



# TERMINAL FACILITIES



**Airport Terminal Ultimate Vision**

## Aircraft Rescue & Fire Fighting (ARFF) Project

### Scope

- Build New ARFF

### Schedule

- 2014 – 2015

### Status

- Complete

### Cost

- \$7.8M



## Parking Operations Building

### Scope

- Design New Parking and Ground Transportation Office

### Schedule

- Bid March 2015

### Status

- 2015 Constr.



## Fuel Facility Upgrades Project

### Scope

- Jet-A fuel System Improvements
- Replace AVGAS System and Tanks

### Schedule

- 2013 -2014 Design
- Bid September 2014

### Status

- 2015 Construction

### Cost

- \$1.5M



# Convenience Store Site Preparation & Road Improvements

## Scope

- Grade Site and Construct Utilities and Road Work for C-Store and Fuel Facility

## Schedule

- Phase I 2015 Design
- Bid July 2015

## Status

- 2015 Construction

## Cost

- \$1.0M (Phase I)





High Speed Taxiways



# Taxiway Reconfiguration Project

## Scope

- Remove and Replace Taxiways Over Three Construction Seasons

## Schedule

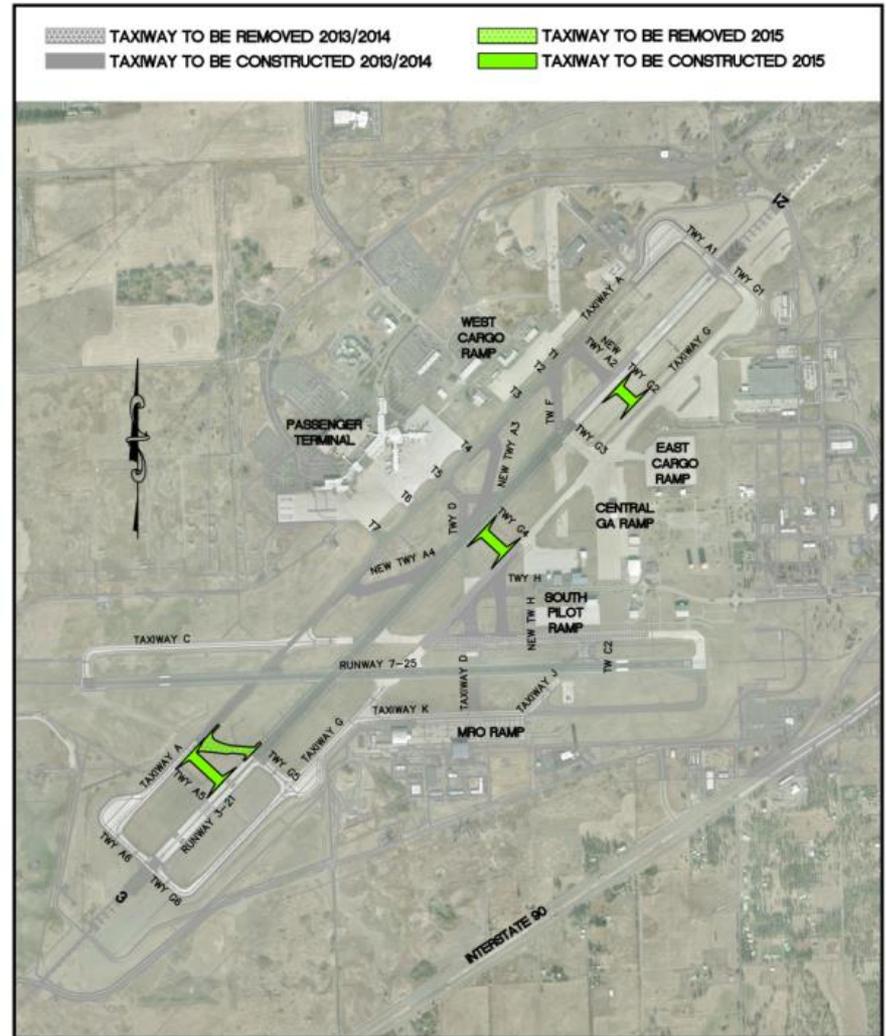
- Phase 1A Complete
- Phase 1B Complete
- Phase 2 Awarded July 2014

## Status

- 2015 Construction

## Cost

- Phase 2: \$7.8M







## TOUCH DOWN AND EXPERIENCE THE **AOPA REGIONAL FLY-IN** AT SPOKANE WASHINGTON'S FELTS FIELD.

**FLY-IN FOR A WEEKEND AT HISTORIC FELTS FIELD AUGUST 16<sup>TH</sup>**

The Felts Field Fly-In is a tremendous opportunity to interact with other pilots, attend educational seminars and share your ideas with AOPA's senior leadership. Felts Field is easy and safe to access and offers full-FBO services. This is an historic airfield with an iconic collection of classic and antique aircraft. There are also plenty of fun and affordable activities in the area for attendees and their families.





# Felts Field Taxiways B, C, D, & E and Taxilanes Improvement Project

## Scope

- Reconstruct T/W's & T/L's

## Schedule

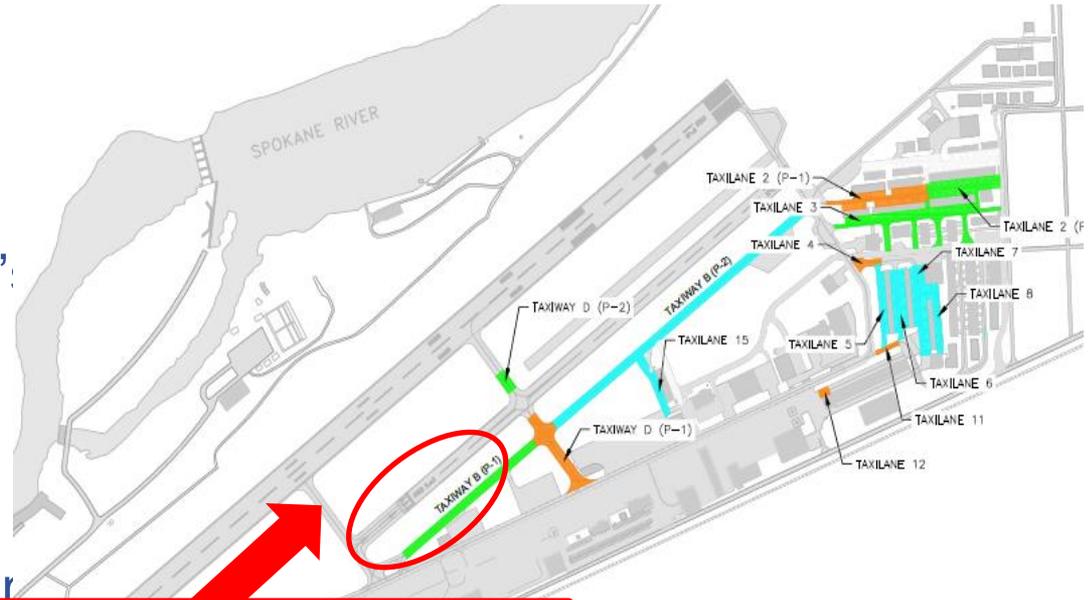
- 2014 - 2015 Design
- Bid March 2015
- 2015 – 2016 Construction

## Status

- Design

## Cost

- \$7.0M



# Felts Field Terminal Renovations

## Scope

- Renovate 2<sup>nd</sup> Floor

## Schedule

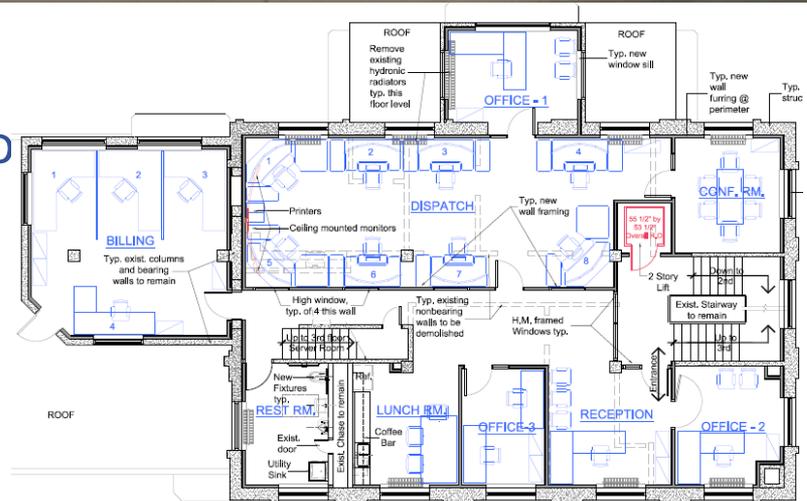
- 2014 Pre-Design
- 2015 Design
- Bid Late Summer 2015
- 2015 Late Fall/Winter Construction

## Status

- Pre-Design

## Cost

- \$650,000



*Spokane*  
**FELTS FIELD**



FELTS FIELD GENERAL AVIATION CENTER

**MMEC**  
ARCHITECTURE + INTERIORS



## SIA = A Community Asset!



## ALS Ice Bucket Challenge (BRRRRR!)



## Special Olympics Plane Pull



## Takeaways

- Airports are the deep water ports of the global economy
- Airport Development = Economic Development
- Airport is Financially Self-Sufficient (no local tax dollars) and generates over \$750M in annual economic impact
- The sign of a healthy community that is ready to do business is an Airport that offers world-class infrastructure and service.



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Thank you!



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