

Metropolitan Airports Commission



Full Commission

Special Meeting Agenda
Thursday, April 29, 2004
1:00 pm

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NOTICE OF SPECIAL FULL COMMISSION MEETING
METROPOLITAN AIRPORTS COMMISSION

Thursday, April 29, 2004, 1:00 p.m.
Room 3040 Lindbergh Terminal
Wold Chamberlain Field
Minneapolis-St. Paul International Airport

**Reliever Airports Seminar
AGENDA**

- I. Introduction - Tim Anderson
- II. Proposal for Revised Rate Structure - Northwest Airlines
- III. AOPA Presentation - Phil Boyer
- IV. Cost of Delays at MSP - Gary Schmidt

*This meeting is a continuation of the Special Commission Meetings regarding Reliever Airports.

**SEE THE BACK SIDE OF THIS PAGE FOR SECURITY CHECKPOINT
INFORMATION**

April 12, 2004

RE: Reliever Airports Rates and Charges Review Process
Public Meetings

Dear Interested Party:

Attached is a notice for an upcoming Commissioner Seminar on the Reliever Airports philosophies and rental rates. This meeting is part of the Commission's review of the current operating and funding philosophy for the Reliever Airports, which the Commissioners committed to do during MAC's 2003 budget process. The review began in early 2003. You are invited to attend the seminar that is scheduled for 1:00 p.m. on April 29, 2004.

For your planning purposes, another meeting is scheduled for 1:00 p.m. on May 13. An agenda will be mailed to interested parties during the first week in May and will be posted at http://www.mspairport.com/MAC/Public_Meetings/Full_Commission.

If you have any questions, please feel free to contact me at 612-726-8142.

Sincerely,

Kelly Gerads
Manager of Administration,
Reliever Airports

April 12, 2004

RE: Reliever Airports Rates and Charges Review Process
Public Meetings

Dear Tenant:

Attached is a notice for an upcoming Commissioner Seminar on the Reliever Airports philosophies and rental rates. This meeting is part of the Commission's review of the current operating and funding philosophy for the Reliever Airports, which the Commissioners committed to do during MAC's 2003 budget process. The review began in early 2003. You are invited to attend the seminar that is scheduled for 1:00 p.m. on April 29, 2004.

For your planning purposes, another meeting is scheduled for 1:00 p.m. on May 13. An agenda will be mailed to interested parties during the first week in May and will be posted at http://www.mspairport.com/MAC/Public_Meetings/Full_Commission.

Also included in this mailing is an updated rate schedule that reflects the consumer price index adjustments for those airports where rates are fully phased in. This adjustment is permitted under MAC Ordinance No. 87, which can be found at http://www.mspairport.com/Mac/Organization/byLaws_Ordinances. An adjusted rate schedule was sent to all tenants in late January 2004. However, upon further review, it was discovered that the adjustments were calculated back to January 1, 1999, rather than from the year of final phase-in as provided for by the Ordinance. Therefore, the adjusted rates are slightly lower than originally represented. Tenant accounts that were billed incorrectly will be reconciled and appropriately adjusted.

If you have any questions, please feel free to contact me at 612-726-8142.

Sincerely,

Kelly Gerads
Manager of Administration,
Reliever Airports

RENT AND FEE SCHEDULE - Updated 04/07/2004**(Shaded Rates are CPI adjusted - see reverse side for final phase-in date)****Chart A – Storage Tenant Ground Rent** (annual rate per square foot)

	1999	2000	2001	2002	2003	2004	2005	2006	2007
St. Paul	\$.05	\$.10	\$.15	\$.20	\$.25	\$.30	\$.35		
Flying Cloud	\$.05	\$.075	\$.10	\$.125	\$.15	\$.175	\$.20	\$.225	\$.25
Anoka County	\$.05	\$.075	\$.10	\$.125	\$.15	\$.175	\$.20		
Crystal	\$.05	\$.075	\$.10	\$.125	\$.15	\$.153			
Airlake	\$.05	\$.075	\$.10	\$.125	\$.15	\$.153			
Lake Elmo	\$.04	\$.06	\$.08	\$.10	\$.12	\$.122			

Chart B – Commercial Ground Rent (annual rate per square foot)

	1999	2000	2001	2002	2003	2004	2005
St. Paul	\$.05	\$.075	\$.10	\$.125	\$.15	\$.16	\$.17
Flying Cloud	\$.05	\$.075	\$.10	\$.125	\$.15	\$.153	
Anoka County	\$.05	\$.06	\$.07	\$.08	\$.09	\$.10	
Crystal	\$.05	\$.06	\$.07	\$.08	\$.09	\$.10	
Airlake	\$.05	\$.06	\$.07	\$.075	\$.08	\$.082	
Lake Elmo	\$.05	\$.06	\$.07	\$.07	\$.07	\$.074	

Chart C – Commercial Percentage Rent (percentage of gross receipts)

	1999	2000	2001	2002	2003
St. Paul	1%	1.25%	1.5%		
Flying Cloud	1%	1.25%	1.5%		
Anoka County	1%	1%	1.25%	1.25%	1.5%
Crystal	1%	1%	1.25%		
Airlake	1%	1%	1.25%	1.25%	1.5%
Lake Elmo	1%	1%	1.25%	1.25%	1.5%

Chart D – Fuel Flowage Fees (rate per gallon)

	1999	2000	2001	2002	2003	2004
St. Paul	\$.05	\$.06	\$.07	\$.08	\$.08	\$.083
Flying Cloud	\$.05	\$.06	\$.07	\$.07	\$.07	\$.074
Anoka County	\$.04	\$.05	\$.06	\$.06	\$.06	\$.064
Crystal	\$.04	\$.05	\$.06	\$.06	\$.06	\$.064
Airlake	\$.03	\$.04	\$.05	\$.05	\$.05	\$.053
Lake Elmo	\$.03	\$.04	\$.05	\$.05	\$.05	\$.053

* Rents and fees in Charts A, B, and D are subject to annual adjustment by the CPI when the applicable rent or fee has been fully phased in. See Section 7.2 of Ordinance No. 87.

** Percentages in Chart C are applicable to the first \$1,000,000 in annual gross receipts, and then a sliding scale is applied. The dollar limits will be adjusted annually according to the CPI. See Section 2.2.b of Ordinance No. 87.