PUBLIC NOTICE BY THE KENTON COUNTY AIRPORT BOARD OF CERTAIN ACTIONS RELATED TO ITS PASSENGER FACILITY CHARGE PROGRAM

In accordance with 14 C.F.R. Part 158, the Kenton County Airport Board (Board), owner and operator of the Cincinnati/Northern Kentucky International Airport, hereby provides public notice of its intent to submit to the Federal Aviation Administration (FAA) the Board's nineteenth Passenger Facility Charge (PFC) Application (Application 19). Via Application 19, the Board is requesting the FAA's approval to collect and use PFCs in the amount and for the project hereinafter described.

APPLICATION 19:

Proposed Charge Effective Date: January 1, 2026

Proposed Charge Expiration Date: December 1, 2036

PFC Level Per Qualifying Enplanement: \$4.50

Total Application 19 Estimated PFC Collections: \$238,803,000

Application 19 Project:

1. Baggage Handling System Replacement

Estimated PFC Funded Project Costs: \$238,803,000

Description:

The CVG Baggage Handling System (BHS) was originally put in service in the early 1990's. The BHS is now over thirty years old and has reached the end of its useful life, is highly inefficient and a large consumer of energy, and requires extensive daily maintenance. Moreover, the BHS was designed for a single hub carrier rather than the multi-carrier operation that exists at CVG today. The system routinely experiences jams, outages, and other interruptions which impact customer service and airline performance.

CVG has chosen to replace the current traditional conveyor BHS with a tote based Independent Carrier System (ICS).

Highlights of the CVG BHS Replacement project include:

- New take-away belts and Independent Carrier System (ICS) elements to support 36 additional ticket-counters in the Customer Service Building (CSB). This building will also include an oversize bag lift system.
- New 35-inch totes will accommodate larger bags than the existing conventional belt system.
- A new Transportation Security Administration (TSA) Checked Bag Inspection System (CBIS)/ Checked Bag Reconciliation Area (CBRA) location near passenger check-in counters with seven Explosive Detection System (EDS) machines and space for a future eighth when demand warrants.
- TSA passenger screening and checked bag screening activities will be located in the same building.

Justification:

The current BHS was designed in the late 1980's and commissioned in the early 1990s to support a single carrier hub operation at CVG. It was designed by Delta Air Lines to support a three-concourse airline hub but is now serving origin and destination passenger traffic within CVG's two concourses. The BHS is approximately thirty years old and is beyond its useful life. The BHS was modified in 2007/2008 to include in-line checked bag security screening equipment in Concourse B. Elements of the BHS were upgraded in 2015 and 2017 to better accommodate a multi-carrier environment versus the original complex, single-carrier hub design. The diversification of air carriers operating at CVG and the transition of the Airport from serving as a connecting hub to primarily serving residents of, and visitors to, the Cincinnati region is also placing different demands on the BHS.

Bag claim delivery areas and bag carousels equipment are eligible for AIP funding, and therefore PFC funding per FAA Order 5100.38D, Change 1, Tables N-5(a), N-9(e)(2). Incoming and outgoing bag facilities (including baggage makeup areas) and baggage carousels are eligible for PFC funding per FAA Order 5500.1 Section 2, 4-6 (d)(1).

PUBLIC REVIEW AND COMMENT:

Additional information related to the above-described project is available for review by the public Monday through Friday from 8:30 a.m. to 4:30 p.m. in the Board's administrative offices at

CVG Centre 77 Comair Blvd. Erlanger, KY 41018.

Until December 23, 2024, comments related to the above-described PFC application may be submitted in writing to:

Mr. Joseph Moratalla Kenton County Airport Board P.O. Box 752000 Cincinnati, OH 45275-2000