October 28, 2014

PFC Administrator

RE: NOTICE OF INTENT TO IMPOSE PASSENGER FACILITY CHARGE (PFC) AND USE PFC REVENUE; PFC APPLICATION NUMBER 6 AT THE EASTERN IOWA AIRPORT

Dear PFC Administrator:

Pursuant to FAR 158.23, Notice is hereby given that the Cedar Rapids Airport Commission, operator of The Eastern Iowa Airport, intends to impose and use Passenger Facility Charges. Said PFC Charge is to be imposed and PFC revenue used for the following projects:

1. Deicing Containment. Estimated costs: $4,624,139; 100% PFC Revenues.
2. Terminal Renovations. Estimated costs: $19,586,748; 32% or $6,363,136 FAA AIP Funding; 2% or $392,228 State Funding; 66% or $12,831,384 PFC Revenues.
3. Replace Passenger Loading Bridges. Estimated costs: $4,313,652; 100% PFC Revenues.
4. Replace CCTV System – Terminal Building. Estimated costs: $346,147; 100% PFC Revenues.
5. Rehabilitate Airfield Pavement. Estimated costs: $12,996,252; 90% or $11,701,454 FAA AIP Funding; 10% or $1,294,625 PFC Revenues.
6. Purchase ARFF Truck. Estimated costs: $648,275; 100% PFC Revenues.
7. PFC Application Development. Estimated costs: $15,000; 100% PFC Revenues.
8. PFC Program Administration. Estimated costs: $453,750; 100% PFC Revenues.

The PFC to be collected is proposed to be $4.50 per passenger.

The proposed charge effective date is April 1, 2016.

The estimated charge expiration date is to be October 1, 2025.

Total estimated project cost: $42,983,963.

Total estimated PFC revenue: $24,527,145.
The proposed exempt classes of carriers are Air Taxi Commercial Operators (ATCO) filing FAA form 1800-31. Known air taxi carriers are as follows:

<table>
<thead>
<tr>
<th>Carrier Name</th>
<th>Annual Enplanements</th>
</tr>
</thead>
<tbody>
<tr>
<td>Jet Solutions LLC</td>
<td>9</td>
</tr>
<tr>
<td>Monticello Aviation, Inc.</td>
<td>6</td>
</tr>
<tr>
<td>Netjets Aviation, Inc.</td>
<td>309</td>
</tr>
<tr>
<td>Tulip city Air Service, Inc.</td>
<td>8</td>
</tr>
<tr>
<td>Ultimate Jetcharters LLC</td>
<td>225</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>557</strong></td>
</tr>
</tbody>
</table>

The Airport and Air Taxi Commercial Operator’s (ATCO) cost of collection of a PFC from this class of carriers most likely would exceed any financial benefits of collection.

This will be your company’s invitation to attend a consultation meeting in Cedar Rapids, Office of the Airport Director, The Eastern Iowa Airport, 2515 Arthur Collins Parkway SW, Cedar Rapids, Iowa 52404-8952, on Thursday, December 4, 2014, at 2:30 PM CST. In addition, detailed project descriptions and benefits will be accessible on The Eastern Iowa Airport website [www.eiarport.org](http://www.eiarport.org).

Sincerely,

Donald D. Swanson C.M.
Interim Airport Director

DDS