

**CITY OF FRESNO
 MASTER FEE SCHEDULE
 AMENDMENT DETAIL**

AIRPORTS DEPARTMENT

Non-Signatory Landing Fee Rate (LFR) Commercial Operations per 1,000 pound units of Landed Weight;

The purpose of this fee is to recover operating and capital costs allocated to the Airfield Area cost center.

Consistent with industry practice, Airports has historically charged a Non-Signatory LFR that is 25% higher than the Signatory LFR. Only carriers that have executed an airport/airline lease are eligible for the Signatory LFR. The intent of the non-signatory price premium is to incentivize carriers to sign a lease. Executed airport/airline leases are considered credit enhancements by the rating agencies because they indicate a strong willingness to serve the market.

As shown below, the proposed amendment maintains the 25% differential between signatory and non-signatory rates throughout the five-year projection period:

Non-Signatory Landing Fee Rate: Proposed Amendment FY 2017 - FY 2021					
FY 2016	Projection Period				
	2017	2018	2019	2020	2021
\$2.94	\$3.06	\$3.18	\$3.30	\$3.44	\$3.57
\$2.35	\$2.44	\$2.54	\$2.64	\$2.75	\$2.86
	Signatory Landing Fee Rates				
	Non-Signatory Landing Fee Rate Premium				
25%	25%	25%	25%	25%	25%

Fee to be effective July 1, 2016
 MFS Amendment 526 (June 2016)