



****For Immediate Release****

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CONTACT: Gil Meneses, (202) 445-1570

NEW REPORT SHOWS TENNESSEE PASSENGERS WILL PAY UP TO \$35.8 MILLION IN ADDITIONAL AIRPORT FEES UNDER NEW CONGRESSIONAL PROPOSAL

Despite Access to Millions of Dollars, Some in Congress Pushing Massive Tax Hike On Tennessee Fliers

NASHVILLE, TN – Stop Air Tax Now, a project of Airlines for America, today released an analysis detailing the higher fees that Tennessee fliers will pay if Congress approves a proposal to raise a fee passengers pay when flying out of commercial airports. The fee hike could be approved as early as January 19th.

The proposal would increase the Passenger Facility Charge (PFC), a tax added to the cost of plane tickets that is transferred directly to airports, by \$4, to \$8.50, on the first leg of each flight. The study shows that travelers flying out of Tennessee will annually pay up to \$35.76 million more in PFCs under the new proposal.

“This tax is wholly unnecessary and nothing more than a greedy and easy way for airports to raise more revenue by placing a greater economic burden on the backs of everyday commercial flyers who are already paying more than their fair share in aviation taxes,” said Charlie Leocha, president and co-founder of Travelers United.

The tax increase, proposed under the guise of modernization and expansion requirements, comes as airports in Tennessee took in \$269.35 million in operating revenue last year, \$29.69 million in PFC revenue and \$58.59 million in grants. Additionally, Tennessee airport facilities have access to \$6 billion dollars in federal funding from the FAA’s trust fund.

The tax increase would add up to \$22.04 million annually to the coffers of Nashville International Airport (BNA), the most of any airport in the state. BNA already has \$88.25 million in unrestricted cash and investments and collected \$23.74 million in PFCs last year.

Memphis International Airport would also see up to \$7.83 million annually from the increased tax. *See table below for more detailed information.*

Airport Name	FAA Location Identifier	Additional PFCs From Increase (Max.)	Total Operating Revenue	Grant Receipts	PFCs	Unrestricted Cash & Investments
Nashville International Airport	BNA	\$22,041,964	\$112,946,407	\$14,054,704	\$23,735,979	\$88,251,104
Memphis International Airport	MEM	\$7,831,672	\$103,721,000	\$14,320,000	\$0	\$45,479,000
McGhee Tyson Airport	TYS	\$3,407,796	\$26,732,387	\$15,594,077	\$3,412,226	\$52,935,907
Chattanooga Metropolitan Airport	CHA	\$1,644,572	\$18,426,061	\$7,407,034	\$1,683,917	\$0
Tri-Cities Airport	TRI	\$822,976	\$6,593,732	\$6,495,422	\$846,289	\$3,926,655
McKellar-Sipes Regional Airport	MKL	\$14,584	\$928,185	\$719,116	\$9,197	\$0
Smryna Airport	MQY	\$24	\$0	\$0	\$0	\$0
Oliver Springs Airport	TN8	\$24	\$0	\$0	\$0	\$0

Sources: FAA CATS Form 127 for FY2016; US DOT O&D Data for 2016 via airlinedata.com

Passengers flying from smaller airports like Tri-Cities Regional Airport would pay the highest amount in PFCs because most trips from smaller airports require a connecting flight. Under the fee increase, passengers flying

out of smaller airports will pay \$13 in PFCs on each flight – \$8.50 on the initial leg of the trip and \$4.50 for the second flight.

The existing Passenger Facility Charge (PFC) Program allows the collection of PFC fees up to \$4.50 for every enplaned passenger at commercial airports controlled by public agencies. PFCs are capped at \$4.50 per flight segment with a maximum of two PFCs charged on a one-way trip or four PFCs on a round trip, for a maximum of \$18 total. The proposed \$4 increase on the first leg of a flight will increase the round-trip maximum to \$26.

More detailed information on specific states and airports can be found at <http://www.stopairtaxnow.com/pfc-impact-revenue-state>.

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ABOUT STOP AIR TAX NOW

Stop Air Tax Now is a project of Airlines for America, the industry trade organization for the leading U.S. airlines. The project aims to educate flyers about the Passenger Facility Charge (PFC) and how a Congressional proposal to nearly double the PFC tax would force passengers to pay an additional \$2.68 million each year – just for using the airport. With the increase, a family of four would pay up to \$104 in the PFC tax alone on a round trip ticket.

Learn more about how the PFC hike would increase the price of your plane ticket by visiting stopairtaxnow.com.

ABOUT A4A

Annually, commercial aviation helps drive \$1.5 trillion in U.S. economic activity and more than 10 million U.S. jobs. Airlines fly more than 2.2 million passengers and 50,000 tons of cargo each day. Airlines for America (A4A) advocates on behalf of the American airline industry as a model of safety, customer service and environmental responsibility and as the indispensable network that drives our nation's economy and global competitiveness.

A4A works collaboratively with the airlines, labor groups, Congress and the Administration to improve air travel for everyone.

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