



THE AVIATION COUNCIL
OF ALABAMA INC.



Alabama Legislature Breakfast

March 15, 2023

2023 ACA STATE AGENDA

- **Fully fund The Alabama Airport Economic and Infrastructure Program created by SB83, passed March 17, 2022**

2023 ACA STATE AGENDA

Joint letter supporting passage of SB83 to the Alabama Legislative Delegation by the Aviation Council of Alabama and General Aviation Alliance of Alabama on January 28, 2022.



2023 ACA STATE AGENDA

➤ The Alabama Airport Economic and Infrastructure Program

ALABAMA AIRPORT SYSTEM – 78 airports

- ❑ Commercial Service Airports – 6
- ❑ General Aviation Airports – 72

NEEDS—based on ALDOT Aeronautics Bureau and ACI-NA data:

- ❑ Annual State Airport System Funding Needs
(based upon FAA ACIP and ALDOT ACIP) - \$134,100,000
- ❑ Of this \$134,100,000 there is \$59,300,000 in Airport Pavement Funding Needs Alone
- ❑ Existing pavement at Alabama Airports is equivalent to all of I-10, I-65 and I-85 in Alabama

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in Alabama**



2023 ACA STATE AGENDA

➤ The Alabama Airport Economic and Infrastructure Program

STATE RESOURCES

□ State Grant Funds

- ALDOT-AB State Grant Funds* \$ 2,500,000

*Generated primarily from aviation fuel taxes

- ADECA Grant Funds**

**4th year funding FY23 \$3,500,000 \$ 6,000,000

2023 ACA STATE AGENDA

➤ The Alabama Airport Economic and Infrastructure Program

Total State Grant Funds \$ 6,000,000

□ Total FAA Federal AIP Grant Funds:

- Alabama receives approximately \$59 million in AIP funds annually (8-year range: \$45m - \$82m)

- State Apportionment* \$ 3,200,000

*Final determination by FAA

- GA Entitlements 10,000,000

- Commercial Service Airport

Entitlements 15,000,000

- Discretionary 30,800,000 59,000,000

- Total Bipartisan Infrastructure Law

Grants anticipated (FY23-FY26 only) \$37,500,000 \$102,500,000

- **State funds have averaged matching only \$36,600,000 in federal grants annually.**

2023 ACA STATE AGENDA

➤ The Alabama Airport Economic and Infrastructure Program

Southern Region State Airport Aid Program Budgets for FY22 and FY23 Projected

State	FY22	FY23 Projected	
	State Airport Aid Program	State Airport Aid Program	No. Public Use Airports
Alabama	\$5,700,000	\$6,000,000	78
Florida	\$325,896,494	\$335,013,155	129
Georgia	\$35,500,000	\$44,581,833	105
Kentucky	\$17,358,000	\$18,000,000	58
Mississippi	\$4,800,000	\$4,600,000	80
North Carolina	\$130,172,588	\$242,800,000	62
South Carolina	\$11,507,465	\$52,000,000	58
Tennessee	\$65,000,000	\$96,100,000	77
Total	\$595,934,547	\$799,094,988	647

2023 ACA STATE AGENDA

➤ The Alabama Airport Economic and Infrastructure Program

- ❑ Economic Impact Study
 - Phase 1 – Alabama Commercial Service Airports/Dr. Keivan Deravi, June 2020 “\$1 investment in airport core business can generate \$5 of additional income.”
 - Phase 2 – All Airports/ALDOT Department of Aeronautics, Gov. Ivey released January 2021

Alabama Airports Economic Impact

Governor Ivey releases Airport Impact Study

Governor Kay Ivey:

“Our airports are a key asset for Alabama, providing critically important access for Alabamians, as well as our visitors,” Ivey said. “The 80 airports across our state also grow businesses, industries, and they create well-paying jobs.”



January 12, 2021



ALDOT Alabama Airport Impact Study 2020

Alabama Airports Economic Impact Study



2020 ALABAMA AIRPORT ECONOMIC IMPACT STUDY • FACTSHEET

TOTAL ANNUAL STATEWIDE ECONOMIC IMPACTS FOR ALL ALABAMA AIRPORTS

The Alabama Department of Transportation's Aeronautics Bureau completed a comprehensive study of the annual economic impacts generated by Alabama's public use airports. These annual economic impacts are produced by activities associated with the management of airports, business/government tenants at airports, average annual capital investments in airports, and the spending by visitors who arrive at airports on general aviation aircraft and commercial airline flights.

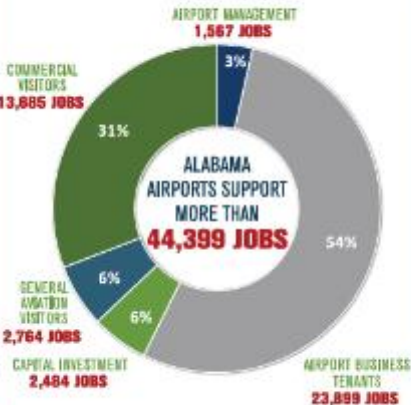
ALABAMA AIRPORT SYSTEM



- 44,399** STATEWIDE EMPLOYMENT
- \$1.9 B** STATEWIDE PAYROLL
- \$3.1 B** STATEWIDE SPENDING
- \$4.9 B** STATEWIDE ANNUAL ECONOMIC ACTIVITY
- \$267.6 M** STATEWIDE TAX REVENUE

Economic impacts reported here reflect pre-COVID airport activity.

TOTAL EMPLOYMENT BY CATEGORY



- ON-AIRPORT JOBS ARE GOOD PAYING JOBS (\$65,000 AVERAGE YEARLY SALARY)**
- AVIATION ENHANCES THE PRODUCTIVITY OF AN ADDITIONAL 40,600 ALABAMA JOBS**
- 1.7 MILLION VISITORS ARRIVE IN ALABAMA BY AIR, GENERATING 16,500 JOBS**
- GENERAL AVIATION AIRPORTS MAKE UP 44% OF TOTAL ANNUAL ECONOMIC ACTIVITY**



2020 ALABAMA AIRPORT ECONOMIC IMPACT STUDY • FACTSHEET

ALABAMA AIRPORTS PROVIDE FAR REACHING CONNECTIVITY

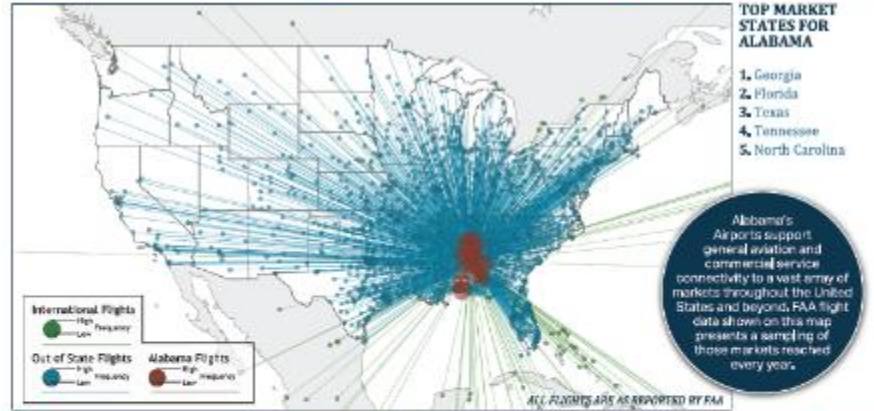
Alabama airports provide critical connectivity for the state's economy and serve as important catalysts for attracting and retaining economic development. Beyond the day-to-day operations of Alabama's commercial service and general aviation airports that result in millions of dollars in economic impact for the state, our airports also support hundreds of local non-aviation businesses. These companies often have employees that travel on general aviation and commercial aircraft to conduct business. Airline enables these Alabama-based businesses to expand their market areas and prosper by facilitating easy access for customers and suppliers.

Throughout the year, commercial and general aviation flights using Alabama airports connect our businesses and residents to hundreds of domestic and international markets. These flights are commerce in action, and Alabama airports are a key contributor to the state economy.



MARKETS SERVED BY ALABAMA AIRPORTS

- 84** PERCENT OF ALL RECORDED ALABAMA FLIGHTS ARE OUT OF STATE
- 2,065** UNIQUE MARKETS SERVED BY GENERAL AVIATION FLIGHTS TO/FROM ALABAMA
- 67** PERCENT OF ALL ALABAMA FLIGHTS ATTRIBUTED TO GENERAL AVIATION



TAX IMPACTS	ALABAMA AIRPORTS CONTRIBUTE \$267.6 MILLION ANNUALLY TO STATE & LOCAL TAX REVENUES		
	INCOME TAX	SALES TAX	DOMESTIC
COMMERCIAL SERVICE AIRPORTS	\$29.2 MILLION	\$125.7 MILLION	\$154.9 MILLION
GENERAL AVIATION AIRPORTS	\$18.9 MILLION	\$92.7 MILLION	\$112.7 MILLION



FOR MORE INFORMATION ON THE AIRPORT ECONOMIC IMPACT STUDY, VISIT WWW.ADOT-AIRPORT-STUDY.COM



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Alabama Airports Economic Impact Study

TAX IMPACTS

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	INCOME TAX	SALES TAX	COMBINED
COMMERCIAL SERVICE AIRPORTS	\$29.2 MILLION	\$125.7 MILLION	\$154.9 MILLION
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ALDOT
Airport Study

2023 ACA STATE AGENDA

➤ The Alabama Airport Economic and Infrastructure Program

ACA and GAAA Joint Proposal

- ❑ Support full funding for the “Alabama Airport Economic and Infrastructure Program,” created by SB83 passed March 17, 2022, which provides funding in the amount of \$25 million each fiscal year for the following purposes: (1) fund capital improvements, (2) pay debt service for capital improvements, or (3) fund efforts to grow and expand commercial air service in Alabama.
- ❑ Provides \$10 million to general aviation airports, to be distributed as determined by ALDOT-Aeronautic Bureau.
- ❑ Provides \$15 million to commercial service airports to be allocated among commercial service airports based on each airport’s pro rata share of entitlement funds received by the airport under the federal Airport Improvement Program for the preceding fiscal year.

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Questions?



THE AVIATION COUNCIL
OF ALABAMA INC.



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