J00I00 MDOT Maryland Aviation Administration
FY 2023 Operating Budget
Response to the Department of Legislative Services Budget Analysis

Senate Budget and Taxation Committee
Public Safety, Transportation, and Environment Subcommittee
Senator Cory McCray
February 25, 2022

House Appropriations Committee
Transportation and the Environment Subcommittee
Delegate Marc Korman
February 28, 2022
DLS Budget Analysis Issues


   **MAA should comment on the pandemic’s continued impact on BWI Marshall Airport’s operations and finances.**

   **MDOT Response:**

   Passenger levels at BWI Marshall Airport continue to recover from the COVID-19 pandemic. Recovery will take place over several years and federal relief funding has helped to mitigate the revenue loss from the pandemic. Current passenger levels are about 70% of pre-COVID passenger volumes and BWI Marshall Airport remains the busiest airport in the National Capital Region. The terminal concession program (i.e., food, beverage, and retail) has nearly fully recovered and is now 98% opened. The custodial program at the BWI Marshall Airport remains focused on enhanced cleaning throughout the terminal complex including common areas and checkpoints. Our air carrier and tenant partners also have their own robust cleaning procedures. Long-term parking lots have reopened and parking rates have returned to pre-pandemic rates. MAA has deployed larger, articulated buses and has increased headways so that maximum social distancing can take place on parking shuttle buses.

   Air cargo continues to grow, primarily driven by Amazon’s two Midfield Cargo facilities that include 260,000 square feet of space and multiple aircraft parking positions. FedEx, UPS and DHL also continue to handle record levels of air cargo to support our increasingly e-commerce economy.
Operating Budget Recommended Actions

1. Concur with Governor’s allowance. (Page 18)

MDOT Response:

MDOT MAA concurs with the DLS recommendation.

PAYGO Budget Recommended Actions

1. Concur with Governor’s allowance. (Page 18)

MDOT Response:

MDOT MAA concurs with the DLS recommendation.
BRIEFING TO

Senate Budget and Taxation Committee
Public Safety, Transportation and Environment Subcommittee

House Appropriations Committee
Transportation and Environment Subcommittee

FEBRUARY 2022
AGENDA

STATE OF MAA

- BWI Marshall Air Service
- Financials
- Capital Investments
- Infrastructure
BWI Marshall Air Service
BWI Marshall Air Service

Weekly Passenger Throughputs for Airports in the Baltimore/Washington Region

- BWI Marshall Maintained the Top Position until DCA Slot Waivers Expired on October 31, 2021

Source: TSA Weekly Throughput Statistics from week-ending January 4, 2020 thru week-ending January 1, 2022

TSA throughput numbers only show local departing passengers, and not arriving or connecting passengers
BWI Marshall had one of the lowest declines in TSA throughput among large hub airports in the Mid-Atlantic and Northeast.
BWI Marshall Air Service

Forecast Projects BWI Marshall Passengers to be at 2019 Level by 2027

Source: MAA Fall 2021 Forecast
Financials
Financials

MAA Operating Revenues, Expenses and Surplus FY 2017 – FY 2021

- Operating revenues include parking revenues net of debt service on MDTA parking bonds
- Operating expenses include debt service on MEDCO bonds and COPs

Source: MAA
Note(s):
1/ Includes an additional $2.4 million in CARES funding that was received through the State’s COVID-19 relief fund
All currency numbers are rounded

CRRSA Operating Expenses $21.5 million
CARES Operating Expenses $77.5 million
Capital Investments
Capital Investments

Taxiway T Reconstruction

**COMPLETE**

**CONTRACT VALUE**

$11.0 million

**COMPLETION**

FY 2022

- Funded 100% by federal grants¹
- Reconstruction of most distressed pavements adjacent to gates A1-A5 on the A/B Connector

Source: MAA

Note(s):

¹ 100% funded by CARES and Airport Improvement Program (AIP)
Capital Investments

Concourse A/B Connector and Baggage Handling System (BHS) Improvements

**CONTRACT VALUE**
$430.0 million

**COMPLETION**
FY 2024

- BHS in-line system to provide optimal operational efficiency
- To be funded by Special Transportation Project Revenue Bonds

Source: MAA
Southwest Airlines Aircraft Maintenance Facility

**CONTRACT VALUE**
$55.0 million

**COMPLETION**
FY 2024

- Sized with 3 bays for single-aisle aircraft and employ 120 airline technicians
- To be funded by Transportation Trust Fund/ARPA

Source: MAA
BWI Terminal Restroom Enhancement Program

The Restroom Enhancement Program reconstructs restrooms on Concourses A-D.

Surveyed passengers are responding favorably to new restroom design standard.

Source: MAA