

Los Angeles International Airport Passenger Terminal Tariff – Revision No. 5

1. Amendment to Section 1 of the Tariff. Section 1 of the Tariff shall be amended and restated in its entirety as follows:

1. Consent to Terms of Tariff and Scope of Tariff.

1.1. Name; Defined Terms. This Tariff may be referred to as the “Los Angeles International Airport Passenger Terminal Tariff,” the “Airport Terminal Tariff,” or this “Tariff.” Certain terms used in this Tariff and not defined elsewhere in the text of this Tariff are used with the meanings specified in Section 25; terms defined elsewhere in the text of this Tariff are listed in the Index of Defined Terms appearing following the Table of Contents. This Tariff includes the Basic Information Schedule.

1.2. Effective Date. This Tariff is effective on January 1, 2013.

1.3. Use Constitutes Consent. Use by any Aeronautical User of space in any Terminal at the Airport after January 1, 2013, except pursuant to a Lease constitutes (a) consent by the Aeronautical User to the terms and conditions of this Tariff, and (b) agreement by the Aeronautical User to pay all charges specified by, and to be governed by all rules and regulations contained in this Tariff.

1.4. Use Does Not Create Any Property Right. Use by any Aeronautical User of space in any Terminal at the Airport under the terms of this Tariff creates no right to or interest in the property, either of occupancy or possession, legal or otherwise. This Tariff does not in any way modify or replace the Landing Fee or any other fees, charges, rents, or any other cost based on use of the Airport’s runways, aprons, or any other location at the Airport other than its Terminals by any entity, including any Aeronautical User. Nothing in this Tariff shall be construed as creating any property rights. Any Aeronautical User using space at any Terminal at the Airport pursuant to this Tariff may be required by LAWA, in the exercise of LAWA’s sole discretion, to terminate its use at any time.

1.5. Modification. LAWA may modify this Tariff at any time. Any modification of this Tariff shall take effect upon the effective date of the Board-approved modification. LAWA shall publish such Board-approved modification on LAWA’s website.

1.6. Aeronautical User Space. The space that may be used by an Aeronautical User in any Terminal under the terms of this Tariff shall be determined by LAWA in its sole discretion, and LAWA’s determination shall be binding on each Aeronautical User.

2. **Amendment to Section 2 of the Tariff.**

a. The following shall be added after the heading "*Fees and Charges*" in Section 2 of the Tariff:

Any Aeronautical User using any space in any Terminal at the Airport without a Lease shall be subject to this Tariff and shall pay fees and charges as calculated pursuant to the Board-adopted rates and charges methodology (the "Rate Methodology") and as set forth in this Tariff. The current Board-adopted Rate Methodology is attached hereto as Exhibit A. The rates and charges described in Sections 2.1 through 2.4 are subject to adjustment by the Board by resolution, and each Aeronautical User shall pay the following fees and charges based on the then Board-approved rates.

b. Sections 2.1 through 2.5 of the Tariff shall be amended and restated in their entirety as follows:

2.1. Terminal Buildings Charge. Aeronautical Users subject to this Tariff shall pay to LAWA a "Terminal Buildings Charge" for the use of the Aeronautical User's Occupied Terminal Area. The Terminal Buildings Charge is comprised of the Unified Capital Charge and an Operations and Maintenance Charge for the use of the Occupied Terminal Area. The Terminal Buildings Charge for each Aeronautical User subject to this Tariff shall be calculated for each calendar month in an amount equal to the Terminal Buildings Rate for the month multiplied by the square footage of an Aeronautical User's Occupied Terminal Area for the month. The Terminal Buildings Rate in effect as of the Commencement Date is the amount reflected on the Basic Information Schedule as the "Terminal Buildings Rate."

2.2. FIS Fee. Airlines subject to this Tariff shall pay to LAWA an "FIS Fee" for the use of the FIS Areas. The FIS Fee for each Airline subject to this Tariff shall be calculated for each calendar month in an amount equal to the FIS Rate multiplied by the number of each Airline's Deplaned International Passengers in the Terminals for the month. The FIS Rate in effect as of the Commencement Date is the amount reflected on the Basic Information Schedule as the "FIS Rate."

2.3. Common Use Areas Fees and Charges. Airlines subject to this Tariff shall pay the following fees and charges for the use of Common Use Areas in the Terminals. Each of these is based upon the Terminal Buildings Rate and includes the Unified Capital Charge and Operations and Maintenance Charge for the use of the Common Use Areas.

2.3.1. Common Use Holdroom Fee. Airlines subject to this Tariff shall pay to LAWA a "Common Use Holdroom Fee" for the use of Common Use Holdrooms. The Common Use Holdroom Fee for each Airline subject to this Tariff shall be calculated for each calendar month in an amount equal to the Common Use Holdroom Rate multiplied by the number of each Airline's Turns in

each designated aircraft class at the Terminals for the month. The Common Use Holdroom Rate in effect as of the Commencement Date is the amount reflected on the Basic Information Schedule as the "Common Use Holdroom Rate."

2.3.2. Common Use Baggage Claim System Fee. Airlines subject to this Tariff shall pay to LAWA a "Common Use Baggage Claim System Fee" for the use of the Common Use Baggage Claim System. The Common Use Baggage Claim System Fee shall be calculated for each calendar month in an amount equal to the Common Use Baggage Claim System Rate multiplied by the number of each Airline's Deplaned Domestic Passengers in the Terminals for the month. The Common Use Baggage Claim System Rate in effect as of the Commencement Date is the amount reflected on the Basic Information Schedule as the "Common Use Baggage Claim System Rate."

2.3.3. Common Use Outbound Baggage System Fee.

2.3.3.1. Airlines subject to this Tariff shall pay to LAWA a "Common Use Outbound Baggage System Fee" for the use of the Common Use Outbound Baggage System. The Common Use Outbound Baggage System Fee for each Airline subject to this Tariff shall be calculated for each calendar month in an amount equal to the Common Use Outbound Baggage System Rate multiplied by the number of each Airline's Enplaned Passengers in the Terminals for the month. The Common Use Outbound Baggage System Rate in effect as of the Commencement Date is the amount reflected on the Basic Information Schedule as the "Common Use Outbound Baggage System Rate."

2.3.3.2. Airlines subject to this Tariff that use a portion of an outbound baggage system owned or leased by another Airline and pay such Airline for such use may also be subject to a reasonable fee (the "Baggage Make-Up Fee") for the use of baggage make-up devices owned by LAWA. If a Baggage Make-Up Fee is established under the Rate Methodology, Airline shall pay to LAWA the Baggage Make-Up Fee.

2.3.4. Common Use Ticket Counter Fee. Airlines subject to this Tariff shall pay to LAWA a "Common Use Ticket Counter Fee" for the use of Common Use Ticket Counters. The Common Use Ticket Counter Fee for each Airline subject to this Tariff shall be calculated for each calendar month in an amount equal to the Common Use Ticket Counter Rate multiplied by the number of each Airline's Enplaned Passengers for the month. The Common Use Ticket Counter Rate in effect as of the Commencement Date is the amount reflected on the Basic Information Schedule as the "Common Use Ticket Counter Rate."

2.4. Terminal Special Charges. In addition to the fees and charges described in Sections 2.1 through 2.3, in certain Terminals, Airlines subject to the Tariff shall pay additional charges (such charges, "Terminal Special Charges") for the use of certain space or equipment for the recovery of Capital Costs and Operations and Maintenance

Expenses incurred by LAWA that are not otherwise billed to Aeronautical Users through the rates and charges described in Section 2.1 through 2.3 . If an Airline is operating in a Terminal that is subject to any Terminal Special Charges, the applicable Terminal Special Charges will be listed in the Basic Information Schedule.

2.4.1. Custodial Fees. Airlines subject to this Tariff in certain Terminals shall pay to LAWA a "Custodial Fee" for the use of Common Use Holdrooms, Common Use Baggage Claim Areas, Common Use Outbound Baggage System Areas and Common Use Ticket Counters. The Custodial Fees for each Airline subject to these Terminal Special Charges shall be calculated for each calendar month in an amount equal to the Custodial Rate for such area multiplied by the number of each Airline's Enplaned Passengers or Deplaned Domestic Passengers, as the case may be, as prescribed in the Rate Methodology, in the applicable Terminal for the month. If applicable, the Custodial Rates in effect as of the Commencement Date is reflected on the Basic Information Schedule as the "Custodial Rates."

2.4.2. Outbound Baggage System Maintenance Fee. Airlines subject to this Tariff in certain Terminals shall pay to LAWA an "Outbound Baggage System Maintenance Fee" for the use of the Common Use Outbound Baggage System. The Outbound Baggage System Maintenance Fee for each Airline subject to this Terminal Special Charge shall be calculated for each calendar month in an amount equal to the Outbound Baggage System Maintenance Rate multiplied by the number of each Airline's Enplaned Passengers in the applicable Terminal for the month. If applicable, the Outbound Baggage System Maintenance Rate in effect as of the Commencement Date is reflected on the Basic Information Schedule as the "Outbound Baggage System Maintenance Rate."

2.4.3. Terminal Airline Support System Fee. Airlines subject to this Tariff in certain Terminals shall pay to LAWA a "Terminal Airline Support System Fee" for the use of the Terminal Airline Support System. The Terminal Airline Support System Fee for each Airline subject to this Terminal Special Charge shall be calculated for each calendar month in an amount equal to the Terminal Airline Support System Rate multiplied by the number of each Airline's Turns in the applicable Terminal for the month. The Terminal Airline Support System Rate in effect as of the Commencement Date is reflected on the Basic Information Schedule as the "Terminal Airline Support System Rate."

2.4.5. Common Use Loading Bridge Fee. Airlines subject to this Tariff in certain Terminals shall pay to LAWA a "Common Use Loading Bridge Capital Fee" and a "Common Use Loading Bridge O&M Fee" for the use of Common Use Loading Bridges as follows:

2.4.5.1. The Common Use Loading Bridge Capital Fee for the use of Common Use Loading Bridges for each Airline subject to this Terminal Special Charge shall be calculated for each calendar month in an

amount equal to the Common Use Loading Bridge Capital Rate multiplied by the number of each Airline's Turns on such Common Use Loading Bridge in each designated aircraft class for the month.

2.4.5.2. The Common Use Loading Bridge O&M Fee for the use of Common Use Loading Bridges maintained by LAWA for each Airline subject to this Terminal Special Charge shall be calculated for each calendar month in an amount equal to the Common Use Loading Bridge O&M Rate multiplied by the number of each Airline's Turns on such Common Use Loading Bridge in each designated aircraft class for the month.

2.4.5.3. If applicable, the Common Use Loading Bridge Capital Rate and Common Use Loading Bridge O&M Rate in effect as of the Commencement Date is reflected on the Basic Information Schedule as the "Common Use Loading Bridge Capital Rate" and "Common Use Loading Bridge O&M Rate."

2.5. Monthly Payments; Terminal Charges Reconciliation Statement.

2.5.1. Monthly Payments. Aeronautical Users subject to this Tariff shall pay to LAWA the Terminal Buildings Charge in advance on the first day of each calendar month during the Aeronautical User's use of the Occupied Terminal Area, without notice or demand. If the Commencement Date is a day other than the first day of a calendar month, the payment of the Terminal Buildings Charge for that month shall be payable on the Commencement Date. The Terminal Buildings Charge for any partial calendar month in which an Aeronautical User uses any Terminal space shall be prorated at LAWA's discretion. Airlines subject to the fees and charges described in Sections 2.2 through 2.4 above (such fees and charges, "Airline Charges") shall pay to LAWA the Airline Charges on the 20th day of the month for the prior month's operations, without notice or demand.

2.5.2. Terminal Charges Reconciliation Statement. Within 30 days after the annual adjustment-to-actual pursuant to Section 2.10 of the Rate Methodology, LAWA will deliver to the Aeronautical User a reasonably detailed statement (the "Terminal Charges Reconciliation Statement") specifying the adjusted rates and LAWA's calculation of the Terminal Buildings Charge and Airline Charges based on the adjusted rates. If the Aeronautical User's payments of installments of the Terminal Buildings Charge and Airline Charges exceed the Terminal Buildings Charge and Airline Charges actually owed, LAWA will, so long as the Aeronautical User is not in arrears in the payment of any charges due under this Tariff, promptly, at LAWA's election, (a) credit the account of the Aeronautical User with the amount of the excess, for application to amounts of the Terminal Buildings Charge and additional charges as such amounts become due, or (b) reimburse the Aeronautical User in the amount of the excess. If the Aeronautical User's payments of installments of the Terminal Buildings Charge

and Airline Charges is less than the Terminal Buildings Charge and Airline Charges actually owed, the Aeronautical User will pay LAWA the amount of the deficiency within 15 days of receiving the Terminal Charges Reconciliation Statement, together with interest at the Reimbursement Rate upon the amount of the deficiency from the dates incurred to the date of payment, provided that interest on the deficiency need not be paid if the amount of the deficiency is reimbursed within 30 days of the delivery of the Terminal Charges Reconciliation Statement.

3. Defined Terms.

a. Amendment of Defined Terms. The definitions for the following terms in Section 26 of the Tariff shall be amended and restated in their entirety as follows:

"Aeronautical User" means an Airline or any other Person engaged in an activity that involves, makes possible or is required for the safety of, or is otherwise directly related to, the operation of aircraft and includes providers of services related directly and substantially to the movement of passengers, baggage, mail and cargo on the Airport, but does not include any government or political subdivision thereof or a governmental agency.

"Basic Information Schedule" means the schedule provided to the Aeronautical User containing certain basic information relating to this Tariff, including the rates and charges applicable to the Airline in effect as of the Commencement Date, and identified as Schedule 3.

"Capital Improvement" means any improvement or item or related group of items acquired, purchased, leased or constructed to improve, maintain or develop the Airport, as well as any extraordinary or substantial expenditure whose object is to preserve, enhance or protect the Airport that, in accordance with generally accepted accounting principles consistently applied, is capitalized by LAWA.

"Occupied Terminal Area" means the space (if any) used substantially exclusively by an Aeronautical User pursuant to this Tariff, consisting of approximately the number of square feet reflected on the Basic Information Schedule under the heading "Occupied Terminal Area."

"Passenger Facility Charges" means passenger facility charges remitted to LAWA under 49 U.S.C. § 40117 and 14 C.F.R. Part 158 as they may be amended from time to time.

"Reserve Deposits" means the amounts deposited to funds and accounts for operation and maintenance reserves, to satisfy debt service reserve requirements, and similar expense reserves under the terms of any applicable bond covenants or as required by the Los Angeles City Charter.

b. Addition of Defined Terms. The following terms and definitions shall be added to Section 26 of the Tariff:

"Capital Costs" means all capital costs of the Airport, including the following:

- (a) debt service (net of Passenger Facility Charges) allocable to bond-funded Capital Improvements;
- (b) debt service coverage allocated in accordance with stated bond covenant requirements;
- (c) amortization allocable to Capital Improvements funded with airport revenue, based on the economic life for each Capital Improvement and calculated using an interest rate set to equal the average all-in cost of Airport debt sold by LAWA during the calendar year when such Capital Improvement is put in service, or if no Airport debt was sold, set to equal comparable published average borrowing costs.

"Common Use Areas", previously referred to as "Joint Use Areas" under the Tariff, means the space in any Terminal designated by the Executive Director to be used in common by one or more Airlines or otherwise benefitting one or more Airlines for operations and include, without limitation, Common Use Holdrooms, Common Use Ticket Counters, Common Use Baggage Claim Areas and Common Use Outbound Baggage System Areas.

"Common Use Baggage Claim Areas" means the space in any Terminal (excluding the FIS Areas) designated by the Executive Director to be used in common with other Airlines for the delivery of inbound baggage to arriving passengers, including the baggage recheck areas and the areas where Common Use Baggage Claim Systems are located.

"Common Use Baggage Claim Rate" means the amount calculated pursuant to the Rate Methodology, expressed in U.S. dollars per passenger, by which the Common Use Baggage Claim Fee is computed under the terms of Section 2.

"Common Use Baggage Claim System" means equipment that delivers inbound baggage to arriving passengers.

"Common Use Holdrooms" means the space in any Terminal designated by the Executive Director to be used in common with other Airlines for passenger holdrooms and gate areas.

"Common Use Holdroom Rate" means the amount calculated pursuant to the Rate Methodology, expressed in U.S. dollars, by which the Common Use Holdroom Fee is computed under the terms of Section 2.

“Common Use Loading Bridge” means a passenger loading bridge and related equipment owned by LAWA.

“Common Use Loading Bridge Capital Rate” means the amount calculated pursuant to the Rate Methodology, expressed in U.S. dollars, by which the Common Use Loading Bridge Capital Fee is computed under the terms of Section 2.

“Common Use Loading Bridge O&M Rate” means the amount calculated pursuant to the Rate Methodology, expressed in U.S. dollars, by which the Common Use Loading Bridge O&M Fee is computed under the terms of Section 2.

“Common Use Outbound Baggage System” means equipment that sorts outbound baggage for delivery to departing aircraft.

“Common Use Outbound Baggage System Areas” means the space in any Terminal designated by the Executive Director to be used in common with other Airlines for the sorting of outbound baggage for delivery to departing aircraft and includes the areas that the Common Use Outbound Baggage System is located.

“Common Use Outbound Baggage System Rate” means the amount calculated pursuant to the Rate Methodology, expressed in U.S. dollars, by which the Common Use Outbound Baggage System Fee is computed under the terms of Section 2.

“Common Use Ticket Counters” means the space in any Terminal designated by the Executive Director to be used in common with other Airlines for ticket counters and associated queuing space.

“Common Use Ticket Counter Rate” means the amount calculated pursuant to the Rate Methodology, expressed in U.S. dollars, by which the Common Use Ticket Counter Fee is computed under the terms of Section 2.

“Deplaned Domestic Passengers” means the actual number of passengers, not including the flight crew, disembarking from a domestic flight at the Terminals and shall include passengers clearing customs and immigration in the country that his or her flight originated from, disembarking from an international flight at the Terminals.

“Deplaned International Passengers” means the actual number of passengers, not including the flight crew or passengers clearing customs and immigration in the country that his or her flight originated from, disembarking from an international flight at the Terminals.

“Enplaned Passengers” means the actual number of passengers, not including the flight crew or international in-transit passengers, but including both originating and connecting passengers, embarking on a flight at the Terminals.

“FIS Areas,” previously referred to as the “International Joint Use Areas” under the Tariff, means the space in the Terminals designated by the Executive Director to be

used in common with other Airlines for federal inspection services (including sterile corridors, customs areas, baggage service areas, customs baggage claim areas, cashier areas, interline baggage areas, immigration inspection areas, storage areas, locker areas, federal inspection service swing areas, conference room areas and registration areas), offices for federal agencies, restrooms included in or adjacent to the foregoing areas, transit lounge space and other in transit facilities for international passengers.

“FIS Rate” means the amount calculated pursuant to the Rate Methodology, expressed in U.S. dollars, by which the FIS Fee is computed under the terms of Section 2.

“Operations and Maintenance Charge” means a charge assessed to Aeronautical Users through the Terminal Buildings Charge and the Common Use Areas rates and charges that is based on an equalized rate for the recovery of the Operations and Maintenance Expenses and Reserve Deposits that are included in the Operations and Maintenance Requirement (defined in the Rate Methodology).

“Operations and Maintenance Expenses,” previously referred to as “Terminal Expenses” under the Tariff, means the total operation and maintenance expenses of the Airport.

“Public Areas” means sidewalks, concourses, corridors, lobbies, passageways, restrooms, elevators, escalators and other similar space made available by LAWA from time to time for use by passengers, LAWA and Airline employees and other members of the public, as designated by the Executive Director.

“Rentable Area”, previously referred to as “Measured Area” under the Tariff, means any areas in the Terminals that are available for use by Airlines, other Aeronautical Users, concessionaires or LAWA or other governmental users on an exclusive, common or preferential use basis, as designated by the Executive Director. Rentable Area does not include any areas that are located outside the Terminals nor does Rentable Area include any space (such as security checkpoints) used by federal governmental agencies (such as Customs and Border Patrol or the TSA) or local law enforcement agencies to carry out their operations at the Airport.

“Terminal Airline Support Systems” means an information technology system, used to allocate terminal resources (gates, stands, ticket counters, baggage carousels, bag sortation piers, flight information displays, gate information displays, and public address systems) to assist Airlines with passenger processing.

“Terminal Buildings Rate” means the amount calculated pursuant to the Rate Methodology, expressed in U.S. dollars per square foot of Rentable Area, by which the Terminal Buildings Charge is computed under the terms of Section 2.

“Terminal Users” means, for any Terminal on any date, all passenger Airlines and other non-governmental Persons then leasing space at the Terminal, all passenger Airlines and other non-governmental Persons using space under the Tariff, and all other passenger Airlines and other non-governmental Persons then having other contractual

arrangements with LAWA for the use and occupancy of the Terminal, but excluding (a) all concessionaires, and (b) all itinerant and charter Airlines not leasing space at the Terminal and not signatories to a contractual arrangement with LAWA having substantially the same economic provisions with respect to charges for the use of Common Use Areas and FIS Areas as those contained in this Tariff.

“Terminals” means all of the airline passenger terminal at the Airport including remote holdroom facilities. When the context requires, use of the term “Terminal” may mean any terminal at the Airport.

“Turn” means the active arrival and departure of an aircraft from a gate (including a remote gate) and may be measured in halves. The movement of an empty aircraft to or from a gate shall not constitute half a “Turn.”

“Unified Capital Charge” means a charge assessed to Aeronautical Users through the Terminal Buildings Charge and the Common Use Areas rates and charges that is based on an equalized rate for the recovery of Capital Costs that are included in the Unified Capital Requirement (defined in the Rate Methodology).

c. Deletion of Base Charge. The term Base Charge and its associated definition shall be deleted from Section 26 of the Tariff, and any reference to the term “Base Charge” in the Tariff shall be replaced with the term “Terminal Buildings Charge.”

4. Amendment to Section 27.6 of the Tariff. Section 27.6 of the Tariff shall be amended and restated in its entirety as follows:

27.6. Measurements. All measurements of (a) the Occupied Terminal Area, (b) the Common Use Areas, (c) the FIS Areas, and (d) any other relevant portion of the Terminal shall be made (except as required to the contrary by the express terms of this Tariff) under ANSI/BOMA Z65.1-1996 (“Standard for Measuring Floor Area in Office Buildings”) or any other consistent methods from time to time adopted by LAWA. Any measurements of the Rentable Area of any Terminal shall be adjusted from time to time by LAWA to take into account changes in the measurements of relevant portions of the Terminal. For the purposes of any computation of area required by this Tariff, (a) the measurement of any area in the Terminal will not be affected by the temporary unavailability of floor area in the Terminal due to maintenance, repairs, and construction activity in or affecting the Terminal, and (b) additions to any area in the Terminal resulting from the construction of new improvements will not be included in the measurement of any area in the Terminal until the new improvements are placed in service. The computation by LAWA of any area required by this Tariff shall be deemed conclusive absent manifest error. If at any time LAWA concludes that any computation of floor area measurement proves to have been incorrect, LAWA will promptly disclose the inaccuracy to each affected Aeronautical User, and LAWA and the affected Aeronautical User will promptly make such payments to the other as may be necessary to

correct retroactively for the economic effect of the error.

5. Schedules and Exhibits.

- a. Exhibit A of the Tariff shall be replaced with Exhibit A attached hereto.
- b. Exhibits B and C of the Tariff shall be deleted.

EXHIBIT A

RATES AND CHARGES FOR THE USE OF TERMINAL FACILITIES AT LOS ANGELES INTERNATIONAL AIRPORT PURSUANT TO THE LOS ANGELES INTERNATIONAL AIRPORT PASSENGER TERMINAL TARIFF, AS IT MAY BE AMENDED FROM TIME TO TIME

The following rates and charges methodology for the use of passenger terminals (the "Terminals") at Los Angeles International Airport (the "Airport") by Aeronautical Users subject to the Los Angeles International Airport Passenger Terminal Tariff (the "Tariff"), is established by the City of Los Angeles (the "City"), acting by and through the Board of Airport Commissioners (the "Board") of the Los Angeles World Airports ("LAWA"), under the City of Los Angeles City Charter and Administrative Code, §§ 630 et seq.

Section 1. Definitions. As used in this document, the terms identified in this section shall have the meanings indicated unless the context clearly indicates otherwise. Additional words and phrases used in this document shall have the meanings set forth in the Tariff or, if not so set forth, shall have their usual and customary meaning.

"AAAC" shall mean the Airline Airport Affairs Committee.

"Aeronautical User" shall mean an Airline or any other Person engaged in an activity that involves, makes possible or is required for the safety of, or is otherwise directly related to, the operation of aircraft and includes providers of services related directly and substantially to the movement of passengers, baggage, mail and cargo on the Airport, but does not include any government or political subdivision thereof or a governmental agency.

"Airline" shall mean an Air Carrier or Foreign Air Carrier as defined in 49 U.S.C. §§ 40102(a)(2) and (a)(21), respectively.

"Capital Costs" shall mean all capital costs of the Airport, including the following:

- (a) Debt service (net of PFC's) allocable to bond-funded Capital Improvements.
- (b) Debt service coverage allocated in accordance with stated bond covenant requirements (currently 1.25 for senior debt obligations and 1.15 for subordinate debt obligations).
- (c) Amortization allocable to Capital Improvements funded with airport revenue, based on the economic life for each Capital Improvement and calculated using an interest rate set to equal the average all-in cost of Airport debt sold by LAWA during the calendar year when such Capital Improvement is put in service or, if no Airport debt was sold, set to equal comparable published average borrowing costs.

“Capital Improvement” shall mean any improvement or item or related group of items acquired, purchased, leased or constructed to improve, maintain or develop the Airport, as well as any extraordinary or substantial expenditure whose object is to preserve, enhance or protect the Airport that, in accordance with generally accepted accounting principles consistently applied, is capitalized by LAWA.

“Common Use Areas,” previously referred to as “Joint Use Areas” under the Tariff, shall mean the space in any Terminal designated by the Executive Director to be used in common by one or more Airlines or otherwise benefitting one or more Airlines for operations and include, without limitation, Common Use Holdrooms, Common Use Ticket Counters, Common Use Baggage Claim Areas and Common Use Outbound Baggage System Areas.

“Common Use Baggage Claim Areas” shall mean the space in any Terminal (excluding the FIS Areas) designated by the Executive Director to be used in common with other Airlines for the delivery of inbound baggage to arriving passengers, including the baggage recheck areas and the areas where Common Use Baggage Claim Systems are located.

“Common Use Baggage Claim System” shall mean equipment that delivers inbound baggage to arriving passengers.

“Common Use Holdrooms” shall mean the space in any Terminal designated by the Executive Director to be used in common with other Airlines for passenger holdrooms and gate areas.

“Common Use Loading Bridge” shall mean a passenger loading bridge and related equipment owned by LAWA.

“Common Use Outbound Baggage System” shall mean equipment that sorts outbound baggage for delivery to departing aircraft.

“Common Use Outbound Baggage System Areas” shall mean the space in any Terminal designated by the Executive Director to be used in common with other Airlines for the sorting of outbound baggage for delivery to departing aircraft and includes the areas where Common Use Outbound Baggage Systems are located.

“Common Use Ticket Counters” shall mean the space in any Terminal designated by the Executive Director to be used in common with other Airlines for ticket counters and associated queuing space.

“Deplaned Domestic Passengers” shall mean the actual number of passengers, not including the flight crew, disembarking from a domestic flight at the Terminals and shall include passengers clearing customs and immigration in the country that his or her flight originated from, disembarking from an international flight at the Terminals.

"Deplaned International Passengers" shall mean the actual number of passengers, not including the flight crew or passengers clearing customs and immigration in the country that his or her flight originated from, disembarking from an international flight at the Terminals.

"Enplaned Passengers" shall mean the actual number of passengers, not including the flight crew or international in-transit passengers, but including both originating and connecting passengers, embarking on a flight at the Terminals.

"Executive Director" shall mean the Executive Director of the Department of Airports of the City of Los Angeles, California, or his or her designee.

"Fiscal Year" shall mean the twelve (12) month period beginning July 1 of any year and ending June 30 of the following year or any other period adopted by LAWA for its financial affairs.

"FIS Areas," previously referred to as the "International Joint Use Areas" under the Tariff, shall mean the space in the Terminals designated by the Executive Director to be used in common with other Airlines for federal inspection services (including sterile corridors, customs areas, baggage service areas, customs baggage claim areas, cashier areas, interline baggage areas, immigration inspection areas, storage areas, locker areas, federal inspection service swing areas, conference room areas and registration areas), offices for federal agencies, restrooms included in or adjacent to the foregoing areas, transit lounge space and other in transit facilities for international passengers.

"New Rate Methodology" shall mean the rate methodology set forth in this document.

"Operations and Maintenance Expenses," previously referred to as "Terminal Expenses" under the Tariff, shall mean the total operations and maintenance expenses of the Airport.

"Passenger Facility Charges" or "PFC's" shall mean passenger facility charges remitted to LAWA under 49 U.S.C. § 40117 and 14 C.F.R. Part 158 as they may be amended from time to time.

"Person" shall mean a corporation, an association, a partnership, a limited liability company, an organization, a trust, a natural person, a government or political subdivision thereof or a governmental agency.

"Public Area" shall mean sidewalks, concourses, corridors, lobbies, passageways, restrooms, elevators, escalators and other similar space made available by LAWA from time to time for use by passengers, LAWA and Airline employees and other members of the public, as designated by the Executive Director.

"Rentable Area," previously referred to as "Measured Area" under the Tariff, shall mean any areas in the Terminals that are available for use by Airlines, other Aeronautical Users, concessionaires or LAWA or other governmental users on an exclusive, common or preferential use basis, as designated by the Executive Director. Rentable Area does not include any areas that are located outside the Terminals nor does Rentable Area include any space (such as security

checkpoints) used by federal governmental agencies (such as Customs and Border Patrol or the Transportation Security Administration) or local law enforcement agencies to carry out their operations at the Airport.

“Reserve Deposits” shall mean the amounts deposited to funds and accounts for operations and maintenance reserves, to satisfy debt service reserve requirements, and similar expense reserves under the terms of any applicable bond covenants or as required by the Los Angeles City Charter.

“Terminals” shall mean all of the airline passenger terminals at the Airport except for Terminal 4 unless and until all Airlines using Terminal 4 are subject to the New Rate Methodology.

“Terminal Airline Support Systems” shall mean an information technology system, used to allocate terminal resources (gates, stands, ticket counters, baggage carousels, bag sortation piers, flight information displays, gate information displays, and public address systems) to assist Airlines with passenger processing.

“Turn” shall mean the active arrival and departure of an aircraft from a gate (including a remote gate) and may be measured in halves. The movement of an empty aircraft to or from a gate shall not constitute half a “Turn.”

Section 2. Calculation of Rate and Charges for Airlines.

2.1. Generally.

2.1.1. An Airline using any space or equipment in the Terminals pursuant to the Tariff shall be subject to the rates and charges set forth in this Section 2. There are two kinds of rates and charges set forth in this Section: equalized charges for all of the Terminals (described in Sections 2.2 through 2.7 below) and Terminal Special Charges (described in Section 2.8 below), assessed for the use of certain space or equipment in certain Terminals, for the recovery of certain types of Capital Costs or Operations and Maintenance Expenses that are not incurred by LAWA in all of the Terminals and not recovered from the Airlines through the equalized rates and charges. In calculating the Terminal Buildings Requirement, the FIS Requirement and Terminal Special Charges, as set forth below, LAWA shall exclude any cost (net of the cost of collection) that (a) has been reimbursed or covered by government grants or PFC's, (b) has been reimbursed or covered by any insurance recovery, condemnation proceeds or other third-party payment, or (c) has been reimbursed or is required to be reimbursed to LAWA by an individual Airline under the Tariff in connection with projects undertaken by LAWA at the request and for the benefit of an individual Airline. Illustrative calculations displaying how rates and charges will be calculated under this methodology are attached as Exhibit A through Exhibit G-5.

2.1.2. Airline Consultations on Proposed Rates and Charges. No later than November 1 of each year, the Executive Director shall provide each Airline

then currently using space at the Airport with a complete copy of the then proposed rates and charges, calculated in accordance with this Section 2, for the succeeding calendar year. The Executive Director shall, upon request by any such Airline, consult with such Airlines concerning the then proposed rates and charges. No later than December 1 of each year, the Executive Director shall make any revisions to the proposed rates and charges as the Executive Director determines, in his or her sole discretion, to be warranted as a result of consultation with the Airlines or otherwise, and shall provide written notice to each Airline then currently using space at the Airport of new rates and charges to be effective on January 1 of the following calendar year. A copy of such written notice shall be filed with the secretary of the Board.

2.2. Calculation of the Terminal Buildings Rate. Each year LAWA shall calculate the estimated Terminal Buildings Rate for the next calendar year as follows:

2.2.1. The Terminal Buildings Requirement shall be computed as the total of (i) the Unified Capital Requirement and (ii) the Operations and Maintenance Requirement.

(a) Calculation of the Unified Capital Requirement. Each year LAWA shall calculate the Unified Capital Requirement by totaling all budgeted Capital Costs allocable to the Terminals (excluding the FIS Areas) for the following calendar year.

(b) Calculation of Operations and Maintenance Requirement. Each year LAWA shall calculate the Operations and Maintenance Requirement by totaling the actual Operations and Maintenance Expenses and Reserve Deposits (if any) allocable to the Terminals (excluding the FIS Areas) for the immediately preceding Fiscal Year.

The allocation method for Capital Costs and Operations and Maintenance Expenses is outlined in attached Appendix 1.

2.2.2. The estimated Terminal Buildings Rate shall then be calculated by dividing the Terminal Building Requirement by the estimated total amount of Rentable Area. LAWA may use the actual amount of Rentable Area in the immediately preceding Fiscal Year in calculating the estimated Terminal Buildings Rate.

2.3. Calculation of the FIS Rate. Each year LAWA shall calculate the estimated FIS Rate for the next calendar year as follows:

2.3.1. The estimated Gross FIS Requirement shall be computed as the total of (i) all budgeted Capital Costs allocable to the FIS Areas for the following calendar year and (ii) the actual Operations and Maintenance Expenses and

Reserve Deposits (if any) allocable to the FIS Areas for the immediately preceding Fiscal Year.

2.3.2. From the estimated Gross FIS Requirement, LAWA shall deduct the amounts of any estimated revenue from the rental of space in the FIS Areas to governmental agencies to yield the Net FIS Requirement.

2.3.3. The estimated FIS Rate shall then be calculated by dividing the Net FIS Requirement by the estimated total annual number of Deplaned International Passengers. LAWA may use the actual number of Deplaned International Passengers in the immediately preceding Fiscal Year in calculating the estimated FIS Rate.

2.4. Calculation of Common Use Holdroom Rate. Each year LAWA shall calculate the estimated Common Use Holdroom Rate for the next calendar year as follows:

2.4.1. The estimated Holdroom Requirement shall be computed as the product of the Terminal Buildings Rate and the total square footage of all Common Use Holdrooms in the Terminals.

2.4.2. LAWA shall then calculate six separate Common Use Holdroom Rates for use of Common Use Holdrooms by the six different classes of aircraft shown in the table below.

Aircraft Class					
1	2	3	4	5	6
A380	747	A340 A330 B777 A350 MD-11 IL-96	B757-300 B767 B787	B717 A318 A319 A320 A321 MD (DC) All B737 757-200	All others having 100 seats or less

The charges for use of Common Use Holdrooms by aircraft within each of these classes shall bear the following relativities to each other:

<u>Relative Charge per Turn</u>	
Class 1:	3.00x
Class 2:	2.00x
Class 3:	1.50x
Class 4:	1.25x
Class 5:	1.00x
Class 6:	0.75x

For rate-setting purposes, the charges per Turn for each of these six classes of aircraft will be calculated so that expected aggregate Common Use Holdroom charges equal the Common Use Holdroom Requirement.

2.4.3. New Types of Aircraft. If any Airline begins to serve the Airport with types of aircraft not shown in the table in Section 2.4.2, LAWA shall provide written notice ("New Aircraft Notice") to the AAAC to solicit a recommendation from the AAAC as to the proper classification of such new aircraft types for rate-setting purposes. If the AAAC wishes to make such a recommendation, it shall do so in writing within thirty (30) days following the New Aircraft Notice. LAWA shall consider any such recommendation and then, in its sole discretion, shall reasonably determine whether to (a) assign such new aircraft to a new class with a different specified relativity or (b) include it in one of the existing aircraft classes under Section 2.4.2. LAWA shall provide written notice to the AAAC of its determination of how such new aircraft will be classified for rate-setting purposes, and thereafter the calculations of relative charges per Turn under Section 2.4.2 shall reflect any such classification.

2.5. Calculation of Common Use Baggage Claim System Rate. Each year LAWA shall calculate the estimated Common Use Baggage Claim System Rate for the next calendar year as follows:

2.5.1. The estimated Common Use Baggage Claim Requirement shall be computed as the product of the Terminal Buildings Rate and the total square footage of all Common Use Baggage Claim Areas in the Terminals.

2.5.2. The estimated Common Use Baggage Claim System Rate shall then be calculated by dividing the Baggage Claim Requirement by the estimated total annual number of Deplaned Domestic Passengers of Airlines using Common Use Baggage Claim Systems in any of the Terminals. LAWA may use the actual number of Deplaned Domestic Passengers of Airlines using Common Use Baggage Claim Systems in the immediately preceding Fiscal Year in calculating the estimated Common Use Baggage Claim Rate.

2.6. Calculation of Common Use Outbound Baggage System Rate. Each year LAWA shall calculate the estimated Common Use Outbound Baggage System Rate for the next calendar year as follows:

2.6.1. The estimated Common Use Outbound Baggage System Requirement shall be computed as the product of the Terminal Buildings Rate and the total square footage of all Common Use Outbound Baggage System Areas in the Terminals, less any credit for revenue generated by fees imposed under Section 2.6.3.

2.6.2. The estimated Common Use Outbound Baggage System Rate shall then be calculated by dividing the estimated Common Use Outbound Baggage System Requirement by the estimated total annual number of Enplaned Passengers of Airlines using the Common Use Outbound Baggage System Areas in all of the Terminals. LAWA may use the actual number of Enplaned Passengers of Airlines using the Common Use Outbound Baggage System Areas in the immediately preceding Fiscal Year in calculating the estimated Outbound Baggage System Rate.

2.6.3. LAWA may also establish a reasonable fee to be charged to Airlines that use a portion of an outbound baggage system owned or leased by another Airline and pay a fee for such use to such other Airline and also use baggage make-up devices owned by LAWA. The revenue, if any, generated by such a fee shall be credited against the Common Use Outbound Baggage System Requirement calculated under Section 2.6.1.

2.7. Common Use Ticket Counter Rate. Each year LAWA shall calculate the estimated Common Use Ticket Counter Rate for all Terminals for the next calendar year as follows:

2.7.1. The estimated Common Use Ticket Counter Requirement shall be computed as the product of the Terminal Buildings Rate and the total square footage of all of the Common Use Ticket Counter space in the Terminals.

2.7.2. The estimated Common Use Ticket Counter Rate shall then be calculated by dividing the Common Use Ticket Counter Requirement by the estimated total annual number of Enplaned Passengers of Airlines using Common Use Ticket Counters. LAWA may use the actual number of Enplaned Passengers in the immediately preceding Fiscal Year in calculating the estimated Common Use Ticket Counter Rate.

2.8. Terminal Special Charges. There are certain equipment and services that LAWA provides in some, but not all of the Terminals. Airlines using such equipment or services in certain Terminals pursuant to the Tariff shall be subject to Terminal Special Charges as follows. Any Capital Costs or Operations and Maintenance Expenses that are included in the calculations of Terminal Special Charges shall be excluded from the rates and charges calculated under Sections 2.2 through 2.7.

2.8.1. Custodial Rates. Each year LAWA shall calculate estimated Custodial Rates for the next calendar year as follows:

2.8.1.1. The Custodial Requirement shall be calculated by totaling the following from the immediately preceding Fiscal Year:

(a) the total actual payments by LAWA under service contracts for janitorial and cleaning services in all Terminals; and

(b) the total actual cost to LAWA of providing its own janitorial and cleaning services in all Terminals.

2.8.1.2. The Custodial Requirement shall then be divided by the total square footage of all areas (whether Public Areas or Rental Areas) for which LAWA provides janitorial and cleaning services to derive the Average Custodial Rate. LAWA shall then calculate four separate Custodial Rates for use of Common Use Holdrooms, Common Use Ticket Counters, Outbound Baggage System Areas and Baggage Claim Areas, respectively, by (x) multiplying the total square footage of each such type of space in all Terminals by the Average Custodial Rate and then (y) dividing by the following factors:

(a) for Common Use Holdrooms, Enplaned Passengers;

(b) for Common Use Ticket Counters, Enplaned Passengers;

(c) for Common Use Outbound Baggage System Areas, Enplaned Passengers; and

(d) for Common Use Baggage Claim Areas, the total of Deplaned Domestic Passengers.

In making these calculations, LAWA shall only consider the numbers of passengers using the Common Use facilities that are the subject of these Terminal Specific Charges and may use the actual numbers of such passengers in the immediately preceding Fiscal Year in calculating these rates.

2.8.2. Outbound Baggage System Maintenance Rate. Each year LAWA shall calculate the estimated Outbound Baggage System Maintenance Rate for the next calendar year as follows:

2.8.2.1. The Outbound Baggage System Maintenance Requirement shall be calculated by totaling the following actual amounts from the previous Fiscal Year:

(a) the total actual payments by LAWA under service contracts for maintaining and repairing Common Use Outbound Baggage Systems in all Terminals; and

(b) the total actual cost to LAWA of maintenance and repair of the Common Use Outbound Baggage Systems in all Terminals.

2.8.2.2. The estimated Outbound Baggage System Maintenance Rate shall then be calculated by dividing the Outbound Baggage System Maintenance Requirement by the estimated total annual number of Enplaned Passengers of Airlines using the Common Use Outbound Baggage System in Terminals in which LAWA maintains and repairs the Common Use Outbound Baggage Systems. LAWA may use the actual numbers of such passengers in the immediately preceding Fiscal Year in calculating the estimated Outbound Baggage System Maintenance Rate.

2.8.3. Terminal Airline Support System Rate. Each year LAWA shall calculate the estimated Terminal Airline Support System Rate for the next calendar year as follows:

2.8.3.1. The estimated Terminal Airline Support System Requirement shall be calculated by totaling (a) the prior Fiscal Year's Operations and Maintenance Expenses allocable to the Airline Support System and (b) all budgeted Capital Costs allocable to the Airline Support System and to be paid by LAWA for the next calendar year.

2.8.3.2. The estimated Terminal Airline Support System Rate shall then be calculated by dividing the estimated Terminal Airline Support System Requirement by the estimated total annual number of Enplaned Passengers of Airlines using the Terminal Airline Support System. LAWA may use the actual number of Enplaned Passengers of Airlines using the Terminal Airline Support System in the immediately preceding Fiscal Year in calculating the estimated Terminal Airline Support System Rate.

2.8.4. Common Use Loading Bridge Rate. Each year LAWA shall calculate the estimated Common Use Loading Bridge Capital Rate and the Common Use Loading Bridge O&M Rate for the use of Loading Bridges for the next calendar year as follows:

2.8.4.1. The Average Common Use Loading Bridge Capital Requirement shall be calculated by dividing all budgeted Capital Costs allocable to Common Use Loading Bridges for the following calendar year by the total number of Common Use Loading Bridges.

2.8.4.2. The Average Common Use Loading Bridge O&M Requirement for Common Use Loading Bridges maintained by LAWA shall be calculated by dividing the prior Fiscal Year's Operations and Maintenance Expenses allocable to such Common Use Loading Bridges by the total number of Common Use Loading Bridges maintained by LAWA.

2.8.4.3. The estimated Common Use Loading Bridge Capital Rate shall be calculated by multiplying the Average Common Use Loading Bridge Capital Requirement by the total number of Common Use Loading Bridges and then dividing by the total annual number of Turns at all of the Common Use Loading Bridges, so that the capital charges for use of the Common Use Loading Bridges by each type of aircraft shall bear the relativities to each other set forth in Section 2.4.2. LAWA may use the actual number of Turns at Common Use Loading Bridges in the immediately preceding Fiscal Year in calculating the estimated Common Use Loading Bridge Capital Rate.

2.8.4.4. The estimated Common Use Loading Bridge O&M Rate for Common Use Loading Bridges maintained by LAWA shall be calculated by multiplying the Average Common Use Loading Bridge O&M Requirement by the total number of such Common Use Loading Bridges and then dividing by the total annual number of Turns at all such Common Use Loading Bridges, so that the maintenance charges for use of such Common Use Loading Bridges by each type of aircraft shall bear the relativities to each other set forth in Section 2.4.2. LAWA may use the actual number of Turns at such Common Use Loading Bridges in the immediately preceding Fiscal Year in calculating the estimated Common Use Loading Bridge O&M Rate.

2.8.5. Future Terminal Special Charges. The Executive Director, subject to Board approval, may impose additional Terminal Special Charges in similar circumstances, where LAWA is providing certain specified services or equipment in some, but not all of the Terminals; provided, however, that any such services or equipment were first provided by LAWA after December 31, 2012. LAWA shall notify and consult with the Airlines concerning any proposed new Terminal Special Charges at least 60 days before LAWA submits any proposed new Terminal Special Charges for approval by the Board.

2.9. Mid-year Adjustments. If it appears to LAWA, on the basis of information it is able to accumulate during the course of any calendar year, that the estimated expenses (excluding Operations and Maintenance Expenses and the costs referred to in Sections 2.8.1.1 and 2.8.2.1) or projected levels of Airline activity it has used to calculate the rates and charges set forth in Section 2 are likely to vary significantly (higher or lower) from actual results, LAWA may make adjustments to such rates and charges at mid-year or at such other time during the calendar year (a) as the need for such an adjustment becomes apparent to LAWA or (b) the variance between the estimated expenses or projected levels of Airline activity and actual results is expected to be ten percent (10%) or more. LAWA shall provide the AAAC with at least thirty (30) days advance written notice ("Mid-Year Adjustment Notice") of any adjustments to be made under this Section 2.9. The AAAC may, within fifteen (15) days of receipt of the Mid-Year Adjustment Notice, request a meeting with LAWA to review the information that LAWA used as the basis for an adjustment under this Section 2.9 and if the AAAC does so, LAWA shall meet with the AAAC within fifteen (15) days of the AAAC's request.

2.10. Annual Adjustments-to-Actual. Within 180 days after the close of each calendar year, LAWA shall recalculate the rates and charges as set forth in this Section 2 on the basis of actual expenses (excluding Operations and Maintenance Expenses and the costs referred to in Sections 2.8.1.1 and 2.8.2.1), Airline activity and other factors affecting the prescribed calculations and shall determine the amount of any overpayment (credit) or underpayment (deficit) due to or from each Airline. Any resulting credit will be issued to the Airline, and any resulting debit will be invoiced to and payable by the Airline, as prescribed in the Tariff.

Section 3. Calculation of Rates and Charges for Aeronautical Users other than Airlines. An Aeronautical User using any space in the Terminals pursuant to the Tariff shall be subject to the Terminal Buildings Charge described in Section 2.2.

EXHIBIT A

Appendix 1

Cost Allocation Method

(1) *Description of Cost Centers.* Cost centers at the Airport are those functions or physically discrete areas that are used to account for costs incurred by LAWA to own (or otherwise provide), maintain, operate, construct, develop, and administer the Airport. There are two types of cost centers used to account for costs at the Airport: (a) direct cost centers, which are each related to a defined physical area of the Airport that serves a particular function, and (b) indirect cost centers, which are related to service functions that support the direct cost centers. The following are the direct and indirect cost centers used to account for both capital costs and operations and maintenance expenses at the Airport:

Direct Cost Centers

Terminals - the Terminals cost center comprises the land and all passenger terminal buildings and other related and appurtenant facilities, whether owned, operated, or maintained by LAWA. Facilities include the passenger terminal buildings located in the central terminal area, passenger terminal buildings located outside the central terminal area, associated concourses, holdrooms, passenger tunnels, and all other facilities that are a part of the passenger terminal buildings.

Airfield - the Airfield cost center comprises those portions of the Airport (excluding the aircraft aprons associated with the terminal, general aviation, cargo, and aircraft maintenance facilities) providing for the landing, taking off, and taxiing of aircraft, including approach and turning zones, clear zones, navigation or other easements, runways, a fully integrated taxiway system, runway and taxiway lights, and other appurtenances related to the aeronautical use of the Airport, including any property acquired for noise mitigation purposes.

Apron - the Apron cost center comprises the land and paved areas primarily adjacent to passenger terminal buildings, but also includes remote parking areas that provide for the parking, loading, and unloading of passenger aircraft. The Apron cost center does not include aprons associated with general aviation, cargo, or aircraft maintenance facilities.

Aviation - the Aviation cost center comprises the land and facilities related to air cargo, general aviation, fixed-base operations, aircraft fueling, aircraft maintenance, in-flight catering, and other aviation-related services.

Commercial - the Commercial cost center comprises the land and facilities not located in the Terminal cost centers and that are provided for nonaeronautical commercial and industrial activities, including public automobile parking, car rental service centers, golf courses, the Theme Building, and the Proud Bird restaurant.

Indirect Cost Centers

Access – the Access cost center includes the costs of facilities and services for on-Airport and off-Airport ground access for vehicles and pedestrians, including airside and landside access, and Airport access generally. It also includes the costs of increasing, preserving, or managing the capacity of the Airport's access facilities.

General Administration – the General Administration cost center includes the general administrative and support costs related to providing, maintaining, operating, and administering the Airport that cannot be directly allocated to other cost centers.

(2) Allocation Methods. Expenses directly attributable to the Terminals, and indirect Administrative and Access cost center expenses are allocated to the Terminals as follows:

- (i) Wherever possible, expenses directly attributable to the Terminals are allocated to the Terminals.
- (ii) Expenses attributable to Airport administrative divisions are allocated to the Terminals cost center based on its proportion of total direct expenses.
- (iii) Expenses directly allocated to the Access cost center are allocated to the Terminals cost center and all other direct cost centers on the basis of the ratio of land area by cost center.