

**MYRTLE BEACH INTERNATIONAL AIRPORT
HISTORICAL PASSENGER ENPLANEMENTS**

<u>Fiscal Year</u>	<u>Enplanements</u>	<u>Growth</u>
2008	840,312	6.7%
2009	742,744	-11.6%
2010	765,156	3.0%
2011	900,286	17.7%
2012	818,002	-9.1%
2013	771,564	-5.7%
2014	863,393	11.9%
2015	886,345	2.7%
2016	937,750	5.8%
2017	1,027,714	9.6%
2018	1,215,241	18.2%
	<u>Compounded Annual Growth Rate</u>	
2008-2018		3.8%

Source: Horry County Department of Airports.

**MYRTLE BEACH INTERNATIONAL AIRPORT
HISTORICAL PASSENGER ENPLANEMENTS AND MARKET SHARES**

<u>Airline</u>	<u>Fiscal Year 2014</u>		<u>Fiscal Year 2015</u>		<u>Fiscal Year 2016</u>		<u>Fiscal Year 2017</u>		<u>Fiscal Year 2018</u>	
	Enplaned Passengers	Share	Enplaned Passengers	Share	Enplaned Passengers	Share	Enplaned Passengers	Share	Enplaned Passengers	Share
Allegiant	35,920	4.2%	54,994	6.2%	83,864	8.9%	111,932	10.9%	124,462	10.2%
American Carriers 1/	200,930	23.3%	190,107	21.4%	175,825	18.7%	192,893	18.8%	238,327	19.6%
Delta Carriers 2/	145,014	16.8%	151,067	17.0%	154,192	16.4%	158,147	15.4%	165,305	13.6%
Frontier	-	0.0%	-	0.0%	-	0.0%	-	0.0%	10,551	0.9%
Other 3/	1,113	0.1%	1,304	0.2%	1,391	0.1%	3,413	0.3%	5,755	0.5%
Porter	3,494	0.4%	2,726	0.3%	2,451	0.3%	1,348	0.1%	1,300	0.1%
Spirit	451,774	52.3%	462,320	52.2%	497,422	53.0%	525,699	51.2%	613,434	50.5%
United Carriers 2/	18,857	2.2%	17,545	2.0%	16,395	1.7%	27,879	2.7%	52,527	4.3%
West Jet	6,291	0.7%	6,282	0.7%	6,210	0.7%	6,403	0.6%	3,580	0.3%
Airport Total	863,393	100%	886,345	100%	937,750	100%	1,027,714	100%	1,215,241	100%

1/ Includes American, US Airways and regional carriers

2/ Includes regional affiliates

3/ Consists of charter and other activity

Source: Horry County Department of Airports.

**MYRTLE BEACH INTERNATIONAL AIRPORT
HISTORICAL OPERATIONS**

<u>Fiscal Year</u>	<u>Airline</u>	<u>General Aviation</u>	<u>Air Taxi</u>	<u>Military</u>	<u>Total</u>
2014	15,440	11,878	115,763	3,203	146,284
2015	15,475	12,097	131,605	3,448	162,625
2016	17,160	12,500	118,499	3,190	151,349
2017	18,343	13,398	76,985	3,946	112,672
2018	22,954	14,938	72,067	4,358	114,317
<u>Compounded Annual Growth Rate</u>					
2014-2018	10.4%	5.9%	-11.2%	8.0%	-6.0%

Source: FAA Air Traffic Activity System (ATADS): <http://aspm.faa.gov/opsnet/sys/Airport.asp>

**MYRTLE BEACH INTERNATIONAL AIRPORT
HISTORICAL AIRLINE REVENUES**

Fiscal Year Ending June 30,

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Landing Fees	\$ 1,114,193	\$ 1,198,226	\$ 1,383,031	\$ 1,595,249	\$ 2,378,344
Terminal Rents	6,090,291	6,171,723	6,296,539	6,309,725	6,754,306
Security Fees	178,088	207,781	202,399	236,605	270,682
Signatory Credit/Incentive Program	<u>(1,093,770)</u>	<u>(785,259)</u>	<u>(755,696)</u>	<u>(332,614)</u>	<u>(984,707)</u>
Total Airline Revenues	\$ 6,288,802	\$ 6,792,471	\$ 7,126,273	\$ 7,808,965	\$ 8,418,625
Enplaned Passengers	863,393	886,345	937,750	1,027,714	1,215,241
Average Airline Cost Per Enplaned Passenger	\$ 7.28	\$ 7.66	\$ 7.60	\$ 7.60	\$ 6.93

Source: Horry County Department of Airports.

**MYRTLE BEACH INTERNATIONAL AIRPORT
HISTORICAL CONCESSION REVENUES**

	Fiscal Year Ending June 30,				
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Car Rentals	3,814,105	4,043,121	4,053,601	4,263,177	4,474,020
Auto Parking	2,414,973	2,643,561	3,051,599	4,033,159	4,638,949
Terminal Retail & Food & Beverage	764,885	700,447	885,472	1,109,425	1,355,248
Limousine & Ground Transportation	138,786	129,104	127,416	173,235	280,297
Advertising	199,444	242,270	205,250	173,859	167,108
Other	<u>287,896</u>	<u>331,346</u>	<u>357,569</u>	<u>360,208</u>	<u>192,370</u>
 Total Concession Revenues	 \$ 7,620,089	 \$ 8,089,849	 \$ 8,680,907	 \$ 10,113,063	 \$ 11,107,992

Source: Horry County Department of Airports

**MYRTLE BEACH INTERNATIONAL AIRPORT
HISTORICAL FBO AND AIRLINE SERVICES REVENUE**

	Fiscal Year Ending June 30,				
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
FBO-Fuel Sales	\$ 3,488,561	\$ 4,008,829	\$ 3,002,150	\$ 3,852,935	\$ 7,073,833
FBO-Other	<u>412,504</u>	<u>382,749</u>	<u>334,830</u>	<u>375,410</u>	<u>421,469</u>
Subtotal-FBO	\$ 3,901,065	\$ 4,391,578	\$ 3,336,980	\$ 4,228,345	\$ 7,495,302
Airline Services	\$ 504,374	\$ 489,649	\$ 504,729	\$ 536,733	\$ 623,804

Source: Horry County Department of Airports

MYRTLE BEACH INTERNATIONAL AIRPORT
SUMMARY OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/NET ASSETS

	Fiscal Year Ended June 30,				
	2014 <i>Adjusted(1)</i>	2015 <i>Adjusted(2)</i>	2016	2017 <i>Adjusted(3)</i>	2018
Operating Revenues:					
Concessions and Rentals	\$ 7,620,089	\$ 8,089,849	\$ 8,680,907	\$ 10,113,063	\$ 11,107,992
Fuel Sales - FBO	3,488,561	4,008,829	3,002,150	3,852,935	7,073,833
Airline Terminal Rents	6,090,291	6,171,723	6,296,539	6,309,725	6,754,306
Baggage Handling System	665,812	848,875	904,012	809,144	829,675
Landing Fees	1,114,193	1,198,226	1,383,031	1,595,249	2,378,344
Leases	744,886	835,315	728,681	801,888	794,933
Other Airline Services	504,374	489,649	504,729	536,733	623,804
Other	691,556	424,639	435,072	511,202	525,890
Federal Revenue-TSA LEO Reimbursement Program	120,523	120,524	132,129	115,570	120,523
Security Fees	178,088	207,781	202,399	236,605	270,682
Total Operating Revenues	<u>21,218,373</u>	<u>22,395,410</u>	<u>22,269,649</u>	<u>24,882,114</u>	<u>30,479,982</u>
Less Signatory Airline Rebate & Incentive Waivers	<u>(1,093,770)</u>	<u>(785,259)</u>	<u>(755,696)</u>	<u>(332,614)</u>	<u>(984,707)</u>
Net Operating Revenues	<u>\$ 20,124,603</u>	<u>\$ 21,610,151</u>	<u>\$ 21,513,953</u>	<u>\$ 24,549,500</u>	<u>\$ 29,495,275</u>
Operating Expenses:					
Salaries and Benefits	\$ 6,722,662	\$ 7,190,893	\$ 7,451,956	\$ 8,256,276	\$ 9,104,159
Baggage Handling System	665,812	848,875	904,012	809,144	829,675
Fuel Costs of Sales	2,637,037	2,808,425	1,847,807	2,389,017	4,626,875
Outside and Professional Services	974,972	927,301	1,172,144	1,139,038	1,277,223
Utilities	1,514,174	1,397,301	1,457,479	1,595,916	1,681,805
Maintenance and Supplies	810,148	1,155,046	1,218,483	1,527,959	1,768,714
Horry County Administrative Costs	264,566	357,356	268,958	362,448	113,487
Vehicle Expense and Equipment	356,129	428,497	411,922	424,253	457,643
Insurance	356,966	345,430	371,273	373,257	334,543
Dues, Memberships and Travel	238,052	220,955	212,371	235,054	262,258
Bad Debt Expense		34,077	39,340	(67,669)	28,447
Office Supplies	36,459	199,011	66,022	37,938	37,849
Total Operating Expenses Before Depreciation & Amortization	<u>14,576,977</u>	<u>15,913,167</u>	<u>15,421,767</u>	<u>17,082,631</u>	<u>20,522,678</u>
Depreciation and Amortization	<u>9,177,046</u>	<u>9,619,656</u>	<u>10,603,487</u>	<u>11,001,381</u>	<u>11,240,263</u>
Total Operating Expenses	<u>23,754,023</u>	<u>25,532,823</u>	<u>26,025,254</u>	<u>28,084,012</u>	<u>31,762,941</u>
Operating Income	<u>\$ (3,629,420)</u>	<u>\$ (3,922,672)</u>	<u>\$ (4,511,301)</u>	<u>\$ (3,534,512)</u>	<u>\$ (2,267,666)</u>
Non-Operating Revenue (Expenses):					
Passenger Facility Charges	\$ 3,587,383	\$ 3,631,910	\$ 3,917,745	\$ 4,388,439	\$ 5,428,485
Contract Facility Charges	2,728,556	2,919,324	3,130,401	3,312,600	3,396,212
Interest Income	176,607	200,273	391,725	663,970	1,157,286
Intergovernmental Revenues-City of Myrtle Beach	1,902,245	2,012,985	2,169,260	2,168,152	2,366,189
Redevelopment Authority Grant Revenues	200,001	150,000	-	-	-
Legal Settlement	(5,000)	(2,500)	-	-	-
Gain/(Loss) on Disposal of Assets	10,267	(231,158)	24,525	27,093	11,660
Building Demolition Expense/Other Expense	(5,750)	(20,954)	(55,922)	(144,152)	33,010
Interest Expense (Net of Federal Subsidy)	<u>(2,805,427)</u>	<u>(2,754,906)</u>	<u>(2,700,161)</u>	<u>(2,646,591)</u>	<u>(2,603,896)</u>
Total Non-operating Revenues	<u>5,788,882</u>	<u>5,904,974</u>	<u>6,877,573</u>	<u>7,769,511</u>	<u>9,788,946</u>
Income Before Capital Contributions & Extraordinary Item	2,159,462	1,982,302	2,366,272	4,234,999	7,521,280
Other - Adjustment for GASB 65 (1)					
Capital Contributions:					
Federal Grant Revenue - Capital Projects	3,928,120	17,590,675	578,159	3,499,584	2,276,188
State Grant Revenue - Capital Projects	-	-	605	-	226,738
Net Change in Net Assets	<u>\$ 6,087,582</u>	<u>\$ 19,572,977</u>	<u>\$ 2,945,036</u>	<u>\$ 7,734,583</u>	<u>\$ 10,024,206</u>
Net Assets					
Beginning of Year	\$ 238,194,640	\$ 234,748,549	\$ 254,321,526	\$ 257,266,562	\$ 265,001,145
End of Year	\$ 244,282,222	\$ 254,321,526	\$ 257,266,562	\$ 265,001,145	\$ 275,025,351
Other-Adjustment for GASB 68 (2)	(9,533,673)				
End of Year (Adjusted)	<u>\$ 234,748,549</u>	<u>\$ 234,748,549</u>	<u>\$ 234,748,549</u>	<u>\$ 234,748,549</u>	<u>\$ 234,748,549</u>

(1) Reflects the implementation of GASB 65 in FY2013 related to the removal of Bond Issuance Costs formerly reported as Assets, net of related amortization. See Note 1 of the FY 2014 Financial Statements for additional information.

(2) The Airport implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No. 27 and GASB Statement No. 71, Pension Transition for Contributions made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68 in the year ended June 30, 2015. Net position as of July 1, 2014 has been restated in accordance with these provisions. Information required to restate the Airport's comparative 2014 financial statements was not available, and thus are therefore not restated.

HORRY COUNTY, SOUTH CAROLINA AIRPORT REVENUE BONDS
HISTORICAL FISCAL YEAR DEBT SERVICE COVERAGE CALCULATION

	Fiscal Year ending June 30,				
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Net Operating Revenues	\$ 20,124,603	\$ 21,610,151	\$ 21,513,953	\$ 24,549,500	\$ 29,495,275
Operating Expenses Before Depreciation & Amortization	14,576,977	15,913,167	15,421,767	17,082,631	20,522,678
Less: Non-System Amounts	(1,902,245)	(2,012,985)	(2,169,260)	(2,168,152)	(2,366,189)
Net Operating Expenses	<u>12,674,732</u>	<u>13,900,182</u>	<u>13,252,507</u>	<u>14,914,479</u>	<u>18,156,489</u>
Net Operating Income	\$ 7,449,871	\$ 7,709,969	\$ 8,261,446	\$ 9,635,021	\$ 11,338,786
Non-Operating Revenues:					
Interest Revenue	120,069	131,261	276,138	466,609	706,855
Available PFC Revenues (1)	<u>3,492,313</u>	<u>3,494,563</u>	<u>3,495,063</u>	<u>3,493,813</u>	<u>3,496,250</u>
Total Non-Operating Revenues	<u>3,612,382</u>	<u>3,625,824</u>	<u>3,771,201</u>	<u>3,960,422</u>	<u>4,203,105</u>
Other Available Funds (2)	<u>1,000,936</u>	<u>1,002,617</u>	<u>1,002,016</u>	<u>1,001,396</u>	<u>1,002,131</u>
Net Revenues (Available for Debt Service)	12,063,189	12,338,410	13,034,663	14,596,839	16,544,022
Annual Debt Service:					
Series 2010 Bonds	<u>4,003,745</u>	<u>4,010,466</u>	<u>4,008,063</u>	<u>4,005,584</u>	<u>4,008,522</u>
Total Annual Debt Service	<u>4,003,745</u>	<u>4,010,466</u>	<u>4,008,063</u>	<u>4,005,584</u>	<u>4,008,522</u>
Debt Service Coverage Ratio	3.01	3.08	3.25	3.64	4.13

(1) PFC Revenues represent 125% of the PFC-funded Annual Debt Service.

(2) Other Available Funds represent fund balances equal to 25% of the Annual Debt Service.

**HORRY COUNTY, SOUTH CAROLINA AIRPORT REVENUE BONDS
REMAINING DEBT SERVICE REQUIREMENTS**

Year Ending June 30,	<u>Series 2010A Bonds</u>		<u>Series 2010B Bonds</u>		Total Debt Service ^{1 2}
	<u>Principal</u>	<u>Interest ¹</u>	<u>Principal</u>	<u>Interest ^{1 2}</u>	
2018	1,415,000	2,180,613	-	712,282	4,307,895
2019	1,480,000	2,109,863	-	712,282	4,302,145
2020	1,540,000	2,050,663	-	712,282	4,302,945
2021	1,615,000	1,977,563	-	712,282	4,304,845
2022	1,680,000	1,912,963	-	712,282	4,305,245
2023	1,745,000	1,845,763	-	712,282	4,303,045
2024	1,835,000	1,758,513	-	712,282	4,305,795
2025	1,915,000	1,678,231	-	712,282	4,305,513
2026	2,000,000	1,594,450	-	712,282	4,306,732
2027	2,085,000	1,506,950	-	712,282	4,304,232
2028	2,185,000	1,406,525	-	712,282	4,303,807
2029	2,290,000	1,301,300	-	712,282	4,303,582
2030	2,335,000	1,191,050	65,000	712,282	4,303,332
2031	1,715,000	1,078,750	800,000	707,518	4,301,268
2032	1,800,000	993,000	835,000	648,894	4,276,894
2033	1,890,000	903,000	865,000	587,706	4,245,706
2034	1,985,000	808,500	900,000	524,318	4,217,818
2035	2,085,000	709,250	940,000	458,366	4,192,616
2036	2,190,000	605,000	980,000	389,483	4,164,483
2037	2,300,000	495,500	1,020,000	317,669	4,133,169
2038	2,415,000	380,500	1,060,000	242,923	4,098,423
2039	2,535,000	259,750	1,105,000	165,246	4,064,996
2040	2,660,000	133,000	1,150,000	84,272	4,027,272
Total	\$ 45,695,000	\$ 28,880,697	\$ 9,720,000	\$ 13,386,061	\$ 97,681,758

(1) Net of interest to be paid from proceeds of Series 2010 Bonds

(2) Debt service shown has not been reduced by expected receipts of Federal Direct payments relating to Series 2010B Bonds.