Southwest Airlines’ Proposal for Expansion of International Flight Service at William P. Hobby Airport
<table>
<thead>
<tr>
<th>Date</th>
<th>Event Details</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Early 2011</strong></td>
<td>- Southwest Airlines indicated internal studies were beginning concerning international flights out of Houston Hobby</td>
</tr>
<tr>
<td><strong>Late 2011</strong></td>
<td>- Southwest Airlines indicated studies were positive</td>
</tr>
<tr>
<td><strong>January 2012</strong></td>
<td>- Southwest told to formalize request to Houston Airport System</td>
</tr>
<tr>
<td><strong>February 2012</strong></td>
<td>- Senior level meetings held between City of Houston and Southwest Airlines</td>
</tr>
<tr>
<td></td>
<td>- City initiated various internal studies</td>
</tr>
<tr>
<td><strong>March 2012</strong></td>
<td>- Meeting with Southwest Airlines to confirm the key assumptions and output of the models developed</td>
</tr>
<tr>
<td></td>
<td>- Preparation of draft report and recommendations</td>
</tr>
<tr>
<td></td>
<td>- Released draft reports to the airlines at Houston Hobby and IAH</td>
</tr>
<tr>
<td><strong>April 2012</strong></td>
<td>- Report from Director of Aviation to the Mayor and City Council providing Director’s recommendations</td>
</tr>
<tr>
<td><strong>May/June 2012</strong></td>
<td>- Submit matter for public and possible council consideration</td>
</tr>
</tbody>
</table>
• Hobby is a Federally designated International Airport and has been for decades
• A new Hobby International Terminal has been in the City’s Capital Plans for over 10 years
• The City cannot regulate competition
• The City will expect Customs and Border Protection to provide necessary resources for whatever international service provided
• An agreement has not been reached with Southwest but expect to initiate negotiations “in good faith”
Proposed FIS Facility
Houston Hobby

- 5 Gate Facility

- General Aviation (GA) Pad for CBP Clearance of International GA Flights

- No runway expansions are planned

- Customs and Border Protection (CBP) Facility with Capacity of 400 Passengers Per Hour

- Gates sized for all 737 and A320 Variants
Potential 5 International Gate Operation
Houston Hobby
Lower Level
Houston Hobby
Hobby Airport Area
Capital Improvement Projects

Stormwater Project areas—FY2013-17
(see light green areas)

Street Project—FY2018-22

Street Project—FY2013-17
Start Construction FY2013

Stormwater Study areas FY2018-22

Street Project FY2013-17
See wide green lines
If Mayor places item on Council Agenda
Considerations for City Council Determination

• Legal Framework for decision making
  – Does a potential contract provide “reasonable access?”

• Economic Impact on our Citizens
  – Ticket prices
  – Efficiency of all operations

• Impact on City facilities and area employment
Pertinent Material

• [http://www.fly2houston.com/hobbyinternational](http://www.fly2houston.com/hobbyinternational)
  – Recommendation of the Director of Aviation on Southwest Airlines request for expansion of Federal Inspection Facilities at Hobby Airport.
  – Copy of the two independent [studies](http://www.fly2houston.com/hobbyinternational) that were commissioned to evaluate the economic impact on the City of Houston from international flights operated by Southwest Airlines.