April 2, 2015



The Honorable Caddy McKeown, Chair Transportation and Economic Development Committee Oregon House of Representatives 900 Court Street NE Salem, OR 97301

even more jobs and opportunities for new businesses.

The Bend Municipal Airport, owned and operated by the City of Bend.

million in wages flows into the local economy and across the region into

family wage jobs. This is expected to increase in the coming years.

currently provides jobs for 268 local residents with a payroll of \$12.2 million,

The Bend Airport has 249 based aircraft and 137,513 estimated operations (take offs or landings) per year, the majority of which use 100LL, a fuel that will be deeply impacted by HB 3193 which will impose a punitive tax on the fuel. By 2020, those operations are forecast to reach 158,450\*\*, creating

based on data provided by the Oregon Employment Department\*. The \$12.2

Dear Representative McKeown,

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> JIM CLINTON Mayor

SALLY RUSSELL Mayor Pro Tem

VICTOR CHUDOWSKY City Councilor

> DOUG KNIGHT City Councilor

NATHAN BODDIE City Councilor

CASEY ROATS City Councilor

BARB CAMPBELL City Councilor

> ERIC KING City Manager

Aviation is a highly competitive industry that operates on very slim profit margins. Should this bill become law it will be an additional burden on aviation businesses based in Oregon. It will do little to address the real problem. It may result in businesses either deciding not to come to Oregon or for those based here, it may be an incentive to leave.

The FAA has been working with representatives of the fuel industry on the development of a lead-free fuel. This is a far better solution to ridding the fuel of lead than imposing a tax. The tax will simply allow aircraft to continue using lead without solving the underlying problem. It may very well reduce the resources available to address the issue. It is critical that a new lead-free fuel not cause damage to an aircraft engine. In that regard we ask, on behalf of the Bend Municipal Airport, that this bill be dropped in favor of the solid, safe and permanent solution already underway.

Sincerely,

Eric King City Manager