

Nanaimo Airport (YCD)

Your Island Gateway to the World

Mayor's Task Force on Recovery and Resilience

Boardroom – 411 Dunsmuir St.

July 17, 2020

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Nanaimo Airport

- Runway 16 (northern approach) and 34 (southern approach)

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Nanaimo Airport – Service Area

- Primary Service Area Catchment – approx. 400,000 people



Nanaimo Airport - Growth & Economic Impact – Pre COVID 19

| ✈ Airport | Passengers | | Growth |
|------------------|-------------|-------------|-------------|
| | 2010 | 2018 | |
| ✈ Kelowna | 1.36M | 2.03M | 49% |
| ✈ Victoria | 1.5M | 1.92M | 28% |
| ✈ PG | 390k | 496k | 27% |
| ✈ Comox | 297k | 420k | 41% |
| ✈ Nanaimo | 164k | 491k | 199% |

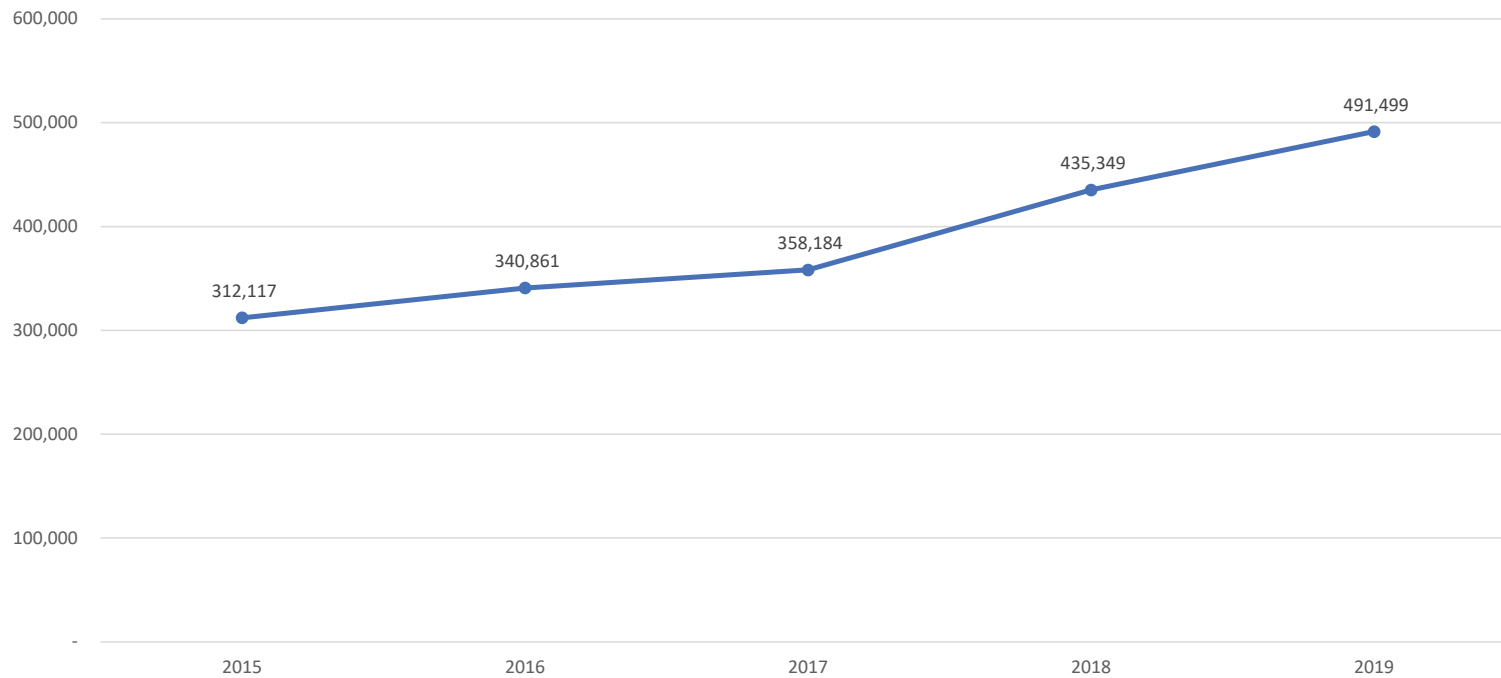
Est. Economic Impact (Direct & Indirect)

| | 2026 | 2031 | 2036 |
|----------------------|-------|-------|-------|
| ✈ Total (jobs) | 2,755 | 3,510 | 4,255 |
| ✈ Total (\$M) | \$486 | \$614 | \$741 |
| ✈ Total (passengers) | 484K | 555K | 628K |

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Annual Passenger Growth – 57% growth in 5 years

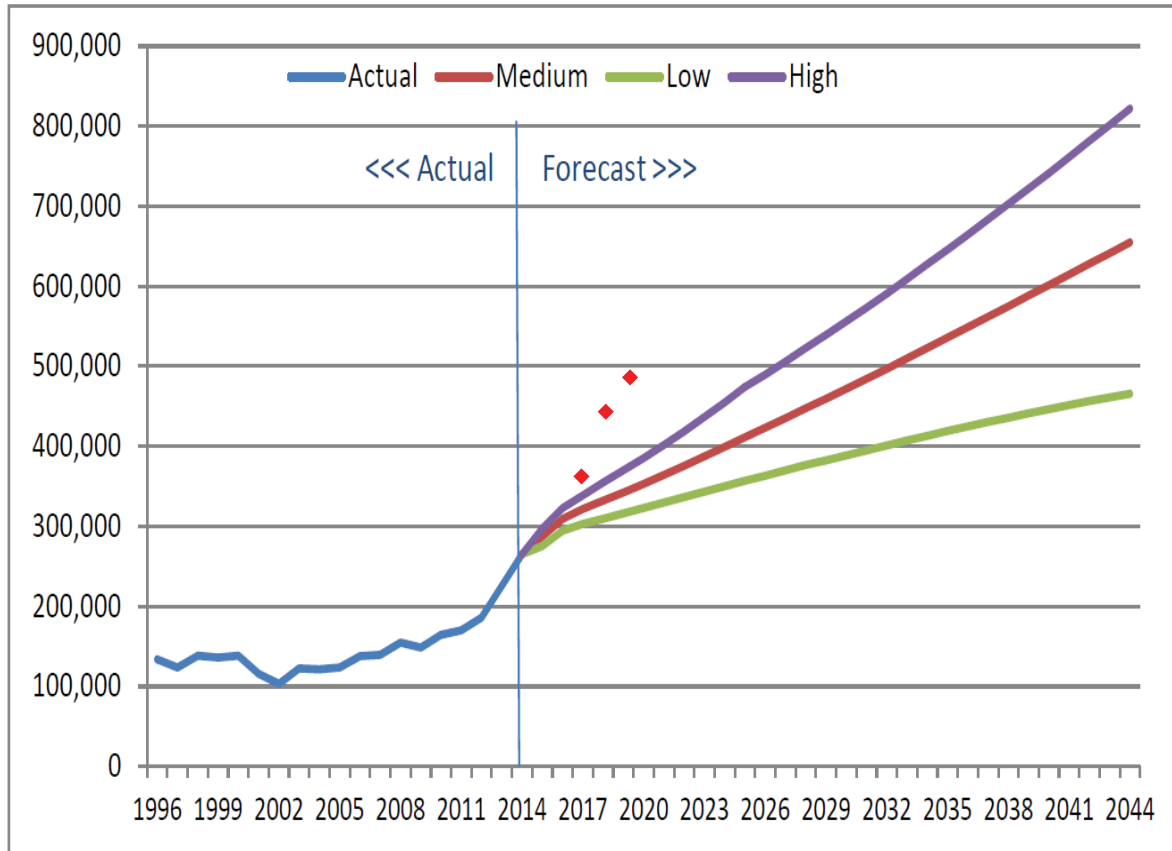
YCD Annual Passengers Numbers
5 Year Growth



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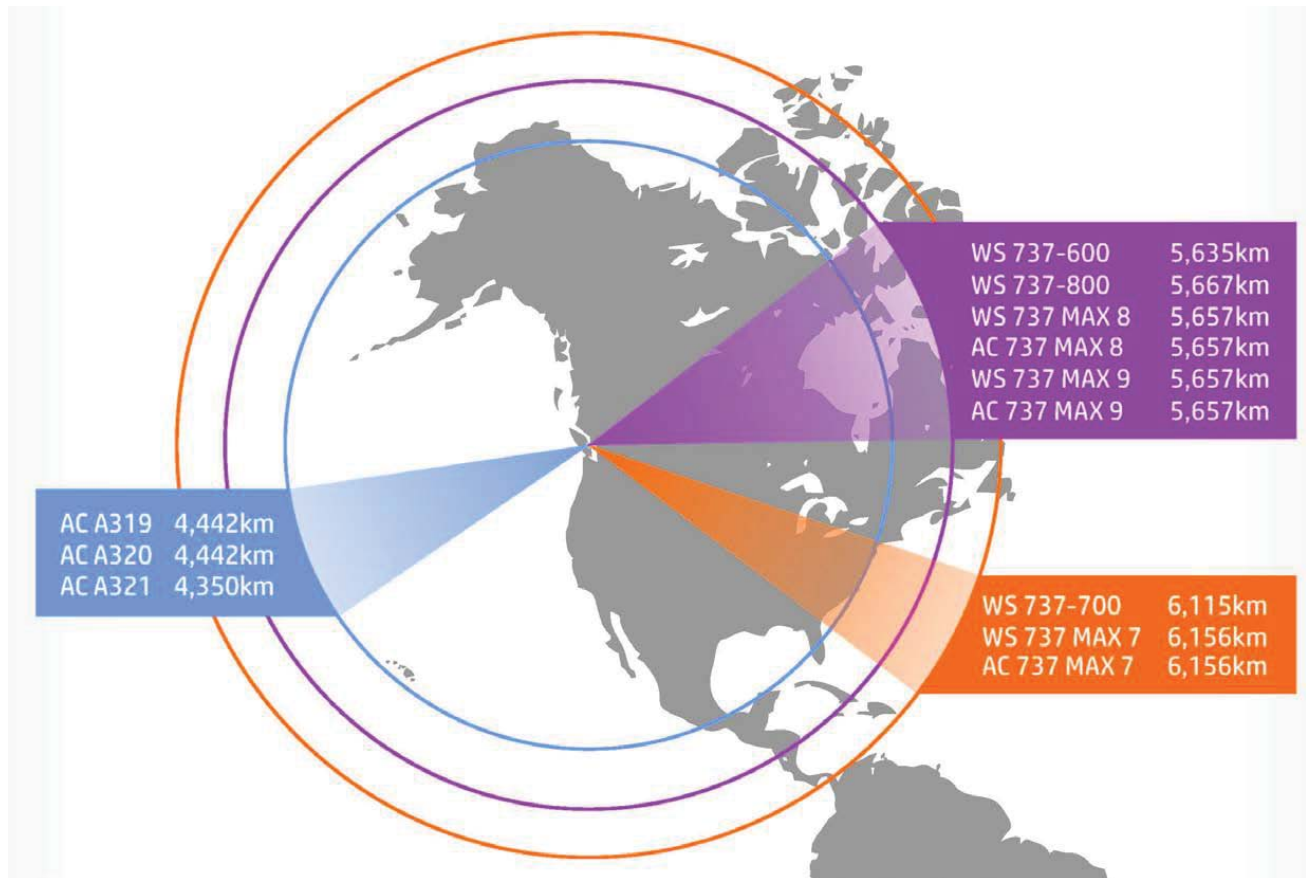
SNC Lavalin Projections



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Route Development – Potential Growth Areas

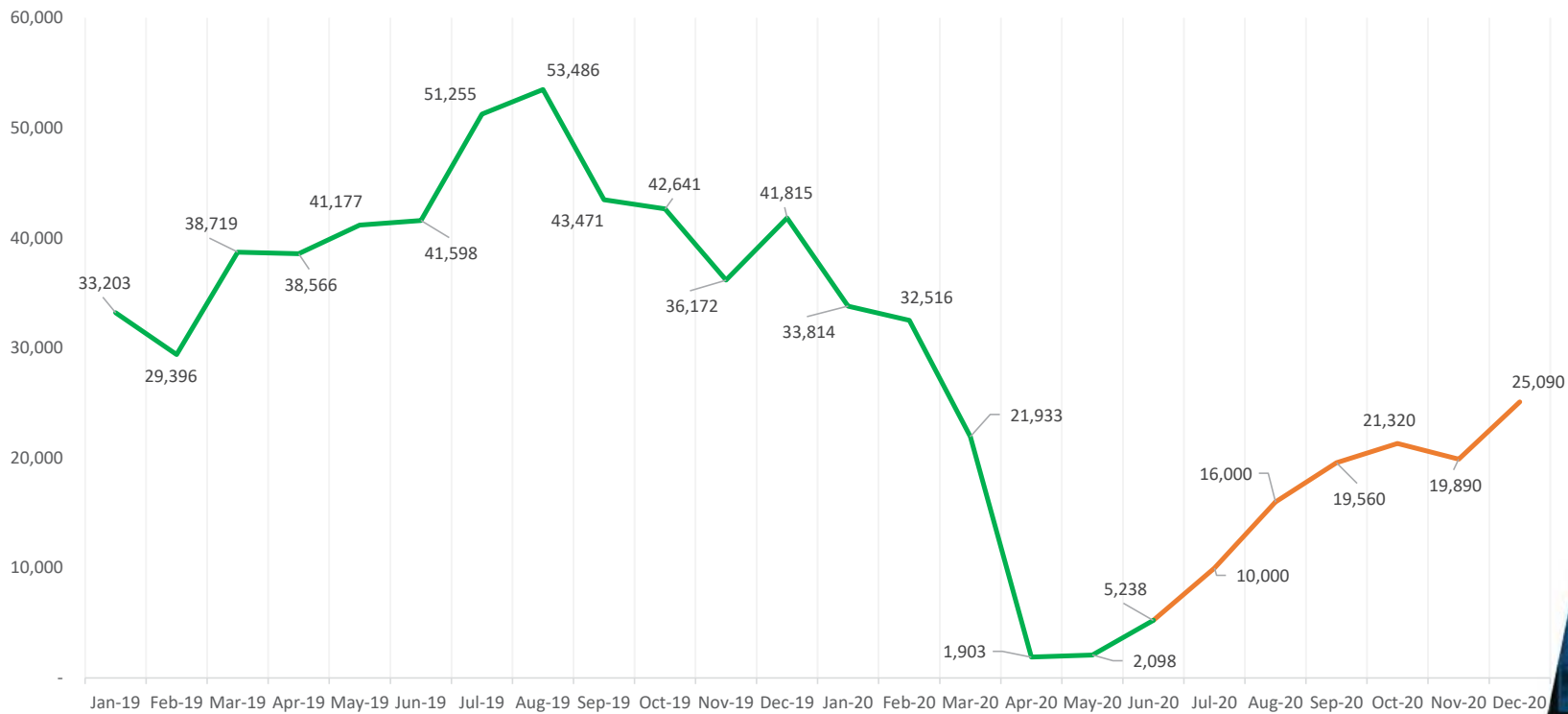


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Covid 19 - Impacts on Monthly Passenger Numbers

YCD Monthly Passenger Numbers & Forecast



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Major Airline Impacts

- Air Canada
 - “Air Canada ending services to 8 cities, suspending 30 regional routes”
 - “Air Canada to lay off 20,000 workers amid travel industry collapse”
 - More than ½ work force
- Westjet
 - “Westjet announces organizational changes to secure its future”
 - “Contract out airport operations”
 - “3,333 employees across the country will be affected”

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Major Airline Flight Schedules – Nanaimo Airport

- Air Canada
 - 2019
 - 7 flights daily to Vancouver
 - 2 flights daily to Calgary
 - 1 flight daily to Toronto
 - 2020
 - 3 flights daily to Vancouver
 - 0 flights daily to Calgary
 - 0 flights daily to Toronto

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Major Airline Flight Schedules – Nanaimo Airport

- Westjet
 - 2019
 - 2 flights daily to Vancouver
 - 3 flights daily to Calgary
 - 2020
 - 6 flights weekly to Calgary

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Nanaimo Airport – Financial Impacts

- Nanaimo Airport Financial Operating Plan 2020 to 2024 (approved November 12, 2019)
 - Projected Passengers
 - 2020 – 510,516
 - 2024 – 694,000
 - Board Approved Surplus in 2020 of \$2,514,950
 - Surplus directed to Capital Improvement Program
- Financial Forecast
 - 2020 Passenger Forecast 208,840
 - Projected Net Loss of \$1.73 million
 - Net cash flow deficit of \$560,000

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Nanaimo Airport – COVID 19 Response

- Financial
 - Canada Emergency Wage Subsidy (CEWS)
 - Defer all new hiring
 - Defer non-essential maintenance
 - Defer non-essential training
 - Defer Route Development Marketing
 - Reduce contracted services
- Focus on Safety
 - https://www.youtube.com/watch?v=MGrHKG1b_8M

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Nanaimo Airport – Challenges

- Rebuild confidence of public to travel again, when ready – Safety First Environment
- Ensure RDN's OCP and Land Use Bylaw amendments don't infringe on federal jurisdiction of Nanaimo Airport to develop its property to support financial, social and environmental objectives, and be a major driver of the regional economy
- Create local political champions of Nanaimo Airport at local, regional, provincial and federal orders of government
- Survive the pandemic until airline sector recovers

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THANK YOU

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