

CITY OF LOS ANGELES


INTER-DEPARTMENTAL CORRESPONDENCE

DATE: July 31, 2025

TO: Honorable Mayor Karen Bass
Office of the Mayor, Mail Stop 370

Honorable Members of the Trade, Travel, and Tourism Committee
Councilmember Traci Park, Chair
Councilmember Tim McOsker
Councilmember Monica Rodriguez c/o
Ms. Holly L. Wolcott, City Clerk
Office of the City Clerk, Mail Stop 160

Honorable Kenneth Mejia, City Controller
Office of the Controller, Mail Stop 183

FROM: John Ackerman, Chief Executive Officer 
Los Angeles World Airports, Mail Stop 101 John Ackerman (Aug 4, 2025 16:52:09 EDT)

SUBJECT: **FISCAL YEAR 2025-26 STATEMENT OF DEBT
ACCOUNTABILITY AND CAPITAL IMPROVEMENT PLAN**

In accordance with Section 610 of the City of Los Angeles Charter Code, attached are the Los Angeles World Airports Fiscal Year 2025-26 Statement of Debt Accountability (Attachment 1) and Capital Improvement Plan (Attachment 2).

Should you have any questions or require additional information, please contact Marla Bleavins, Chief Airport Administrative Officer at (424) 646-5054.

Attachments (1 & 2)

cc: Sharon M. Tso, Chief Legislative Analyst
Matthew Szabo, City Administrative Officer
Tristan Noack, CLA's Office
Jacqueline Vernon Wagner, CAO's Office
Erick Martell, Mayor's Office
Keyonna Kidd, City Clerk's Office
Board of Airport Commissioners
Marla Bleavins, Chief Airport Administrative Officer, LAWA
Nerida Esguerra, Director of Airport Administration, LAWA
Mark Adams, Government Affairs, LAWA

**LOS ANGELES WORLD AIRPORTS
STATEMENT OF BONDED INDEBTEDNESS
(DEBT ACCOUNTABILITY)
BUDGET FISCAL YEAR 2025-2026**

Under the Los Angeles City Charter Section 609(a) the Los Angeles World Airports (LAWA), as a Proprietary Department, is granted the power to borrow money and to issue bonds, refunding bonds, notes and other evidences of indebtedness for any lawful purpose payable from the revenues of LAWA operations, or from any other money lawfully available in the form and manner approved by the LAWA Board of Commissioners and adopted by Council through procedural ordinance. The table below summarizes the outstanding debt, projected issuances and debt service requirements for fiscal year 2025-26

Debt	Amount Authorized	Amount Issued As of 07/01/25	Remaining Authorization	Amount Outstanding As of 07/01/25	Projected Issuance/ Early Redemption FY2025-26	Projected FY2025-26 Debt Service	
						Interest	Principal
Revenue Bonds:							
LAX Issue 2009, Series C (a)	307,350,000	307,350,000	-	209,250,000		13,772,835	12,135,000
LAX Issue 2010, Series C (a)	59,360,000	59,360,000	-	59,360,000		4,186,661	-
LAX Issue 2016, Series A	289,210,000	289,210,000	-	8,250,000		412,500	8,250,000
LAX Issue 2016, Series B	451,170,000	451,170,000	-	400,505,000	(390,925,000)	20,025,250	9,580,000
LAX Issue 2016, Series C	226,410,000	226,410,000	-	148,005,000		5,752,954	-
LAX Issue 2017, Series A	260,610,000	260,610,000	-	237,520,000		11,876,000	4,600,000
LAX Issue 2017, Series B	88,730,000	88,730,000	-	72,490,000		3,624,500	2,805,000
LAX Issue 2018, Series A (b)	426,475,000	426,475,000	-	401,525,000		19,896,413	5,340,000
LAX Issue 2018, Series B	226,500,000	226,500,000	-	192,250,000		9,612,500	18,560,000
LAX Issue 2018, Series C	425,000,000	425,000,000	-	364,790,000		18,239,500	12,540,000
LAX Issue 2018, Series D	418,390,000	418,390,000	-	341,890,000		17,094,500	15,285,000
LAX Issue 2018, Series E (b)	159,980,000	159,980,000	-	153,110,000		7,655,500	3,695,000
LAX Issue 2019, Series A	199,830,000	199,830,000	-	175,745,000		8,387,050	5,135,000
LAX Issue 2019, Series B	49,410,000	49,410,000	-	44,220,000		2,211,000	1,200,000
LAX Issue 2019, Series C	189,095,000	189,095,000	-	62,035,000		3,101,750	8,130,000
LAX Issue 2019, Series D (b)	167,955,000	167,955,000	-	157,955,000		7,504,200	3,665,000
LAX Issue 2019, Series E (b)	265,190,000	265,190,000	-	251,770,000		12,588,500	5,775,000
LAX Issue 2019, Series F (b)	411,575,000	411,575,000	-	381,925,000		17,126,650	8,760,000
LAX Issue 2020A	738,575,000	738,575,000	-	697,905,000		34,895,250	16,185,000
LAX Issue 2020B	558,500,000	558,500,000	-	498,450,000		23,035,650	25,635,000
LAX Issue 2020C (b)	380,000,000	380,000,000	-	363,930,000		17,251,100	8,645,000
LAX Issue 2020D (b)	120,000,000	120,000,000	-	114,680,000		5,171,050	2,865,000
LAX Issue 2021A (b)	405,405,000	405,405,000	-	398,525,000		19,926,250	7,215,000
LAX Issue 2021B (b)	395,005,000	395,005,000	-	386,240,000		19,312,000	9,200,000
LAX Issue 2021C	92,945,000	92,945,000	-	83,480,000		1,291,567	9,545,000
LAX Issue 2021D (b)	753,195,000	753,195,000	-	735,015,000		32,917,700	10,135,000
LAX Issue 2021E	125,815,000	125,815,000	-	115,380,000		2,458,741	4,625,000
LAX Issue 2022A (b)	347,415,000	347,415,000	-	347,415,000		15,595,200	8,075,000
LAX Issue 2022B (b)	157,625,000	157,625,000	-	157,625,000		7,077,100	3,890,000
LAX Issue 2022C	307,070,000	307,070,000	-	300,540,000		13,029,113	15,370,000
LAX Issue 2022D	101,545,000	101,545,000	-	90,100,000		4,330,700	1,860,000
LAX Issue 2022E	20,225,000	20,225,000	-	20,225,000		930,525	1,085,000
LAX Issue 2022F	40,985,000	40,985,000	-	40,985,000		1,165,227	2,425,000
LAX Issue 2022G (b)	602,820,000	602,820,000	-	592,810,000		29,412,625	15,015,000
LAX Issue 2022H (b)	373,735,000	373,735,000	-	369,955,000		18,846,200	3,970,000
LAX Issue 2022I (b)	206,825,000	206,825,000	-	202,170,000		10,008,500	4,885,000
LAX Issue 2023A	248,010,000	248,010,000	-	231,285,000		11,630,406	9,000,000
LAX Issue 2023B	46,875,000	46,875,000	-	42,420,000		2,121,000	2,395,000
LAX Issue 2025A (b)	1,308,460,000	1,308,460,000	-	1,308,460,000		75,093,405	9,415,000
LAX Issue 2025B (b)	123,215,000	123,215,000	-	123,215,000		6,757,704	4,650,000
LAX Issue 2025C	167,650,000	167,650,000	-	167,650,000		9,360,458	7,850,000
LAX Issue 2025D (b)	971,325,000	971,325,000	-	971,325,000		52,254,911	-
LAX Issue 2025E	285,085,000	285,085,000	-	285,085,000		15,379,910	3,425,000
LAX Issue 2025F	74,800,000	74,800,000	-	74,800,000		3,978,944	7,630,000
Other Debt:							
CFC Series 2022A (c)	546,015,000	546,015,000	-	546,015,000		21,975,471	-
Commercial Paper	500,000,000	-	500,000,000	-	320,000,000	8,552,506	-
Subordinate Revolving Obligation	500,000,000	-	500,000,000	-	250,000,000	4,900,000	-
New Debt Issues	-	-	-	-	(d) 3,657,345,000	-	-
Total Bonded Indebtedness	\$ 15,121,360,000	14,121,360,000	1,000,000,000	12,928,280,000	3,836,420,000	651,727,475	320,445,000

(a) Gross of BAB subsidy. Net debt service for the 2009 Series C and 2010 Series C is projected at \$21,362,111 and \$2,804,853 respectively.

(b) Gross of Capitalized Interest. Net debt service is projected as follows: 2018A \$24,086,065, 2018E \$4,630,672, 2019D \$8,352,543, 2019E \$12,219,056, 2019F \$22,835,012, 2020C \$21,183,407, 2020D \$3,497,017, 2021A \$27,088,656

2021B \$15,484,022, 2021D \$36,033,665, 2022A \$23,224,744, 2022B \$5,330,538, 2022G \$42,179,526, 2022H \$20,880,857, 2022I \$6,108,261, 2025A \$44,825,134, 2025B \$10,422,489, 2025D \$6,003,175

(c) Debt service is solely payable from CFC collections

(d) Estimate based on projections

Exhibit A ESTIMATED NEXT AIRPORT CAPITAL PROGRAM COSTS AND SOURCES OF FUNDS Los Angeles International Airport (dollars in thousands)									
	Estimated Project Costs	Sources of Funds				Future Bond Proceeds			
		Federal Grants	Department Funds	Other Funds (a)	Subordinate Bond Proceeds (b)	Subordinate	Senior	Total	
TERMINAL PROJECTS									
Terminal 5 Renovation and Reconstruction Project	\$ 1,737,605	\$ -	\$ 663,654	\$ -	\$ 32,768	\$ -	\$ 1,041,183	\$ 1,737,605	
Midfield Satellite Concourse - South	428,729	-	57,574	-	371,155	-	-	428,729	
Baggage Optimization Project Phase 2	263,939	-	54,776	-	209,163	-	-	263,939	
Other Terminal Projects (c)	5,990,927	-	2,651,090	-	-	-	3,339,837	5,990,927	
TERMINAL PROJECTS TOTAL	\$ 8,421,200	\$ -	\$ 3,427,095	\$ -	\$ 613,086	\$ -	\$ 4,381,020	\$ 8,421,200	
AIRFIELD AND APRON PROJECTS									
ATMP North Airfield Exit Taxiways Project	\$ 245,350	\$ 31,426	\$ 2,557	\$ -	\$ 211,368	\$ -	\$ -	\$ 245,350	
ATMP Taxiway D Project	136,522	67,820	726	-	67,977	-	-	136,522	
LAX/Fuel Facility Relocation	39,944	-	9,813	-	30,131	-	-	39,944	
Other Airfield and Apron Projects (d)	1,361,650	530,220	28,102	-	-	803,328	-	1,361,650	
AIRFIELD AND APRON PROJECTS TOTAL	\$ 1,783,466	\$ 629,466	\$ 41,197	\$ -	\$ 309,475	\$ 803,328	\$ -	\$ 1,783,466	
ACCESS PROJECTS									
ATMP Roadway Improvements	\$ 2,155,024	\$ 353,776	\$ 148,936	\$ -	\$ -	\$ -	\$ 1,652,312	\$ 2,155,024	
Additional APM System Project Costs	801,172	-	300	-	685,372	115,500	-	801,172	
Other LAX Roadway Improvements	327,213	-	34,841	-	-	-	292,371	327,213	
ITF Auxiliary Curbs Project	295,237	31,000	264,237	-	-	-	-	295,237	
ATMP Real Estate Program	100,369	72,000	28,369	-	-	-	-	100,369	
Other Access Projects (e)	13,531	-	13,531	-	-	-	-	13,531	
ACCESS PROJECTS TOTAL	\$ 3,692,544	\$ 456,776	\$ 490,214	\$ -	\$ 685,372	\$ 115,500	\$ 1,944,683	\$ 3,692,544	
OTHER PROJECTS									
Department Offices Renovation Project - Skyview Center	\$ 79,499	\$ -	\$ 79,499	\$ -	\$ -	\$ -	\$ -	\$ 79,499	
Other Projects (f)	1,023,290	37,303	287,431	32,000	-	-	666,555	1,023,290	
OTHER PROJECTS TOTAL	\$ 1,102,789	\$ 37,303	\$ 366,930	\$ 32,000	\$ -	\$ -	\$ 666,555	\$ 1,102,789	
TOTAL NEXT AIRPORT CAPITAL PROGRAM	\$ 15,000,000	\$ 1,123,545	\$ 4,325,436	\$ 32,000	\$ 1,607,933	\$ 918,828	\$ 6,992,258	\$ 15,000,000	

(a) Includes pay-as-you-go CFC Revenues.

(b) Does not reflect any proposed Series 2025A -E bond proceeds that may be used to refunding outstanding Bonds, Commercial Paper Notes, or Subordinate Revolving Obligations. Debt service savings, if any, from any refundings of outstanding Bonds are not included in the financial forecasts presented in this 2025A -E Report.

(c) Includes TBIT Optimization Project, Wayfinding Enhancement Program, Guest Experience Improvements, Infrastructure Upgrades, long-term Terminal planning projects, and various other Terminal renovation and modernization projects.

(d) Includes various runway and taxiway reconstruction and extension projects, hangar demolition, Aircraft Rescue and Firefighting improvements, and other Airfield and Apron projects.

(e) Includes 98th Street Detention Basin Improvements and other Access projects.

(f) Includes LAX Maintenance Yard Relocation Project, Parking Lot F Rehabilitation Project, LAWA Operations Headquarters Project, LAWA Office Headquarters Exterior Project, Employee Parking Improvements, and other projects. Source: City of Los Angeles, Department of Airports.

Attachment 2, Page 2
Capital Improvement Plan Project Descriptions

Terminal Projects

- **Terminal 5 Renovation and Reconstruction Project.** This project includes: (1) reconstruction of Terminal 5 to meet seismic and sustainability objectives, (2) new airside connectors to Terminal 4 and Terminal 6, (3) replacement of outdated systems and facilities with newer and efficient systems and facilities, and (4) improvements of passenger experience. Terminal 5 currently has 15 gates, and no new gates will be added as part of this project. This project is expected to be completed by the end of FY 2028
- **Los Angeles International Airport Midfield Satellite Concourse – South.** This project is an extension of MSC-North, including approximately 150,000 square feet of terminal space and 8 aircraft gates that will serve domestic airline operations. This project is expected to be completed by the end of FY 2026.
- **Baggage Optimization Project Phase 2.** This project includes improvements to checked baggage inspection, sortation, and conveyor systems in TBIT. This project is expected to be completed by the end of FY 2027.
- **Other Terminal Projects.** These projects consist of the TBIT Optimization Project, the Wayfinding Enhancement Program, Guest Experience Improvements, Infrastructure Upgrades, long-term Terminal planning projects, and other miscellaneous terminal renovation and modernization projects. These projects are expected to be completed during the Forecast Period.

Airfield and Apron Projects

- **ATMP North Airfield Exit Taxiways Project.** This project includes four new angled taxiways from Runway 6L-24R that will connect to Taxiway E, removal of certain existing taxiways, and rehabilitation and reconstruction of certain portions of Runway 6L-24R. This project is expected to be completed by the end of FY 2025.
- **ATMP Taxiway D Project.** This project includes the extension of Taxiway D. This project is expected to be completed by the end of FY 2025.
- **LAXFuel Facility Relocation.** This project includes the relocation of the LAXFuel facility to accommodate the ATMP Taxiway D Project. This project is expected to be completed by the end of FY 2025.

- **Other Airfield and Apron Projects.** These projects consist of various runway and taxiway reconstruction and extension projects, hangar demolition, aircraft rescue and firefighting improvements, and other miscellaneous Airfield and Apron improvements. These projects are expected to be completed during the Forecast Period.

Access Projects

- **ATMP Roadway Improvements Project.** This project includes demolition of existing roadways and facilities, construction of new roadways, ramps, bridges, intersections, traffic signals and controls, traffic monitoring and management equipment, street lighting, signage and striping, landscaping and sidewalks, utilities, and infrastructure. This project will provide a roadway system configuration that will better centralize vehicular entrance to the LAX Central Terminal Area and will help keep airport-related traffic congestion and vehicular back-ups off public streets. It will also integrate and build upon prior roadway system improvements in the Existing Airport Capital Program. The ATMP Roadway Improvements Project is expected to be completed by the end of FY 2030.
- **Additional APM System Costs.** This project includes additional APM System costs related to prior change orders, prior payments to the APM System Developer for delay-related relief events, and a settlement with the APM System Developer in August 2024. The Department currently expects that:
 - The APM System will be completed by the APM System Developer in February 2026 and will be operational in the second quarter of 2026.
- **Other Roadway Improvements Project.** This project includes various roadway improvements other than those included in the ATMP Roadway Improvements Project described above. The Other Roadway Improvements Project is expected to be completed by the end of FY 2030.
- **ITF Auxiliary Curbs Project.** This project includes construction of curbs and staging areas at ITF West and future ITF East and adjacent roadway improvements. Once the APM System is operational, the curbs and staging areas at ITF West and ITF East will collectively serve as the main connection points for passengers arriving at or departing the Airport using public transportation, taxi, ride services, or shuttle buses. This project is expected to be completed in the second half of FY 2026.
- **ATMP Real Estate Program.** This project includes property acquisition associated with the ATMP Roadway Improvements. This project is expected to be completed by the end of FY 2029.
- **Other Access Projects.** These projects include other roadway improvements. These projects are expected to be completed during the Forecast Period.

Other Projects

- **Department Offices Renovation Project – Skyview Center:** This project includes renovations to Department Offices at the Skyview Center. This project will increase Department office space at the Skyview Center to accommodate approximately 1,000 Department employees and eliminate the need for certain Department employees to be located at the Admin West location. This project is expected to be completed by the end of FY 2027.
- **Other Projects:** These projects include the LAX Maintenance Yard Project, Lot F Rehabilitation Project, LAWA Operations Headquarters Exterior Project, employee parking improvements, and other projects are expected to be completed during the Forecast Period.

***The Forecast Period is from FY 2026 through FY2034.**