

**Big Sky Transportation Co., d/b/a Big Sky Airlines
Provision of Essential Air Service at Seven Eastern Montana Points
Annual Subsidy Requirement
December 1, 1998, through November 30, 2000**

<u>Block Hours</u>		
Revenue Block Hours (App. B, p. 2)		6,038
Nonrevenue Block Hours		<u>229</u>
Total		6,267
 <u>Operating Revenue</u>		
Total Passenger Revenue (App. B, p. 3)		\$1,374,833
Freight Revenue		\$49,778
Total Operating Revenue		\$1,424,611
 <u>Direct Operating Expenses</u>		
Flying Operations	\$118.00 Per BH	\$739,577
Fuel & Oil	\$87.84 Per BH	\$550,532
Maintenance	\$139.72 Per BH	\$875,666
Maintenance Burden		\$319,754
Aircraft Lease	\$138.78 Per BH	\$869,824
Hull Insurance	\$23.12 Per BH	\$144,929
Aircraft Property Tax		<u>\$201,617</u>
Total Direct Expenses		\$3,701,899
 <u>Indirect Operating Expenses</u>		
Advertising ^{1/}		\$35,000
Departure Related Costs		\$994,765
Traffic Related Costs		\$432,413
Capacity Related Costs		<u>\$634,349</u>
Total Indirect Expenses		\$2,096,527
Total Operating Expenses		\$5,798,426
Operating Loss		\$4,373,815
Profit Element (at 5% of TOE)		\$289,921
Interest		<u>\$33,486</u>
Compensation Requirement		<u>\$4,697,222</u>

^{1/} Seven communities at \$5,000 per community.

ANNUAL SCHEDULED BLOCK HOURS

HAVRE AND LEWISTOWN

Havre-Lewistown-Billings

4 flts x (36 + 36 min)/60 x 313 service days x .96 = 1,442

GLASGOW AND WOLF POINT

Glasgow-Wolf Point-Billings

2 flts x (22 + 60 min)/60 x 365 days x .96 = 958

Billings-Glasgow-Wolf Point-Billings

1 flt x (54 + 22 + 60 min)/60 x 261 weekdays x .96 = 568
1,526

SIDNEY, GLENDIVE AND MILES CITY

Sidney-Billings

4 flts x 65 min/60 x 261 weekdays x .96 = 1,086

2 flts x 65 min/60 x 52 weekends x .96 = 108

Sidney-Bismarck

2 flts x 50 min/60 x 261 weekdays x .96 = 417

Glendive-Miles City-Billings

4 flts x (28 + 43 min)/60 x 261 weekdays x .96 = 1,186

2 flts x (28 + 43 min)/60 x 52 weekends x .96 = 118

Sidney-Glendive-Miles City-Billings

2 flts x (22 + 43 + 28 min)/60 x 52 weekends x .96 = 155
3,070

TOTAL SCHEDULED BLOCK HOURS

6,038

ANNUAL PASSENGERS AND PASSENGER REVENUE

COMMUNITIES	PASSENGERS	AVG. FARE	REVENUE
HAVRE AND LEWISTOWN			
Havre	2,811	\$64.00	\$ 179,923
Lewistown	<u>1,771</u>	38.00	<u>67,299</u>
	4,582		\$ 247,222
GLASGOW AND WOLF POINT			
Glasgow	3,164	\$77.00	\$ 243,611
Wolf Point	<u>2,742</u>	80.00	<u>219,401</u>
	5,906		\$ 463,012
SIDNEY, GLENDIVE AND MILES CITY			
Sidney-Billings	4,703	\$70.00	\$ 329,188
Sidney-Bismarck	2,036	65.00	132,328
Glendive	1,780	58.00	103,218
Miles City	<u>2,080</u>	48.00	<u>99,865</u>
	10,599		\$ 664,599
TOTALS	21,087	\$65.20	\$1,374,833

ANNUAL SCHEDULED DEPARTURES

HAVRE AND LEWISTOWN

Havre-Lewistown-Billings
8 dpts x 313 service days x .96 = 2,404

GLASGOW AND WOLF POINT

Glasgow-Wolf Point-Billings
4 dpts x 365 days x .96 = 1,402
Billings-Glasgow-Wolf Point-Billings
3 dpts x 261 weekdays x .96 = 752
2,154

SIDNEY, GLENDIVE AND MILES CITY

Sidney-Billings
4 dpts x 261 weekdays x .96 = 1,002
2 dpts x 52 weekends x .96 = 100
Sidney-Bismarck
2 dpts x 261 weekdays x .96 = 501
Glendive-Miles City-Billings
8 dpts x 261 weekdays x .96 = 2,004
4 dpts x 52 weekends x .96 = 200
Sidney-Glendive-Miles City-Billings
6 dpts x 52 weekends x .96 = 300
4,107

TOTAL SCHEDULED DEPARTURES 8,665
