

Mesa Air Group
 Provision of Basic Essential Air Service at Oil City/Franklin, Pennsylvania
Calculation of Compensation Requirement

Total estimated annual block hours				1,526
Total estimated annual revenue passenger-miles			967,680	
Total estimated annual departures			2,454	
Total estimated annual available seat-miles			2,984,064	
Operating revenue:				
Passenger revenue:	<u>Passengers</u>	<u>Average fare</u>	<u>Revenue</u>	<u>Route mileage</u>
FKL-PIT	15,120	\$59.04	\$892,685	64
Other revenue	\$892,685	0.01	<u>8,927</u>	
Total operating revenue			\$901,612	
Operating expense:				
	<u>Unit rate</u>	<u>Units</u>	<u>Expense</u>	
Direct operating expense:				
Flying operations	\$107.35	1,526	\$163,816	
Fuel and oil	\$91.19	1,526	139,156	
Other flight operations	\$17.48	1,526	26,674	
Maintenance	\$212.895	1,526	324,878	
Aircraft ownership	\$135.46	1,526	<u>206,712</u>	
Total direct operating expense	\$564.37		\$861,236	
Indirect operating expense:				
Traffic-related	\$0.097	967,680	\$93,865	
Local marketing			5,000	
Departure-related	\$137.00	2,454	336,198	
ASM-related	\$0.016	2,984,064	<u>48,342</u>	
Total indirect operating expense			<u>\$483,405</u>	
Total operating expense			<u>\$1,344,641</u>	
Operating loss			\$443,029	
Profit element	0.05	\$1,344,641	<u>\$67,232</u>	
Compensation requirement			<u>\$510,261</u>	