



News Release

BURBANK-GLENDALE-PASADENA AIRPORT AUTHORITY

2627 Hollywood Way, Burbank, CA 91505

(818) 840-8840 (818) 848-1173 FAX

WWW.BOBHOPEAIRPORT.COM

CONTACT: VICTOR J. GILL

FOR IMMEDIATE RELEASE

TELEPHONE: (818) 840-8840

MOODY'S MAINTAINS BOB HOPE AIRPORT Aa3 DEBT RATING

Rating Agency Cites Low Operating Costs, Cash Reserves, Diversified Revenue Streams, and Long History of Stable and Successful Management

BURBANK, Calif., June 17, 2010 — Moody's Investors Service today announced it is maintaining the Burbank-Glendale-Pasadena Airport Authority underlying Aa3 revenue bond rating, citing the Authority's strong financial track record, strong liquidity position, high debt service coverage, modest debt profile and competitive cost structure, and a long history of stable and successful private management by TBI Airport Management, Inc.

The rating applies to a \$63.5 million revenue bond issue offered in 2005. The Airport Authority is the owner and operator of Bob Hope Airport in Burbank.

Moody's last rating action on the 2005 revenue bonds came in March 2008 when the rating was upgraded to Aa3 from A1, with stable outlook.

"The Authority is pleased to see that Moody's continues to view our financial outlook in a positive light. We work very hard to keep our financial house in order so that airlines and travelers will find real value in coming to Bob Hope Airport," said Authority President Frank Quintero.

(more)

MOODY'S RATES AIRPORT BONDS

6/17/10

2-2-2-2-2

Moody's noted that favorable location in the City of Burbank, one of the wealthier areas in Los Angeles County and the heart of the region's entertainment industry, helps secure Bob Hope Airport's market niche, which attracts frequent nonstop service along the West Coast and flights to mid-continent hubs as well as nonstop service to New York.

Despite the economic downturn of the past two years, Moody's observes that the Authority debt service coverage ratio of 4.1x and its liquidity level remain well above the Moody's Aa-rated U.S. airport median. Airline costs are also low at \$2.10 per enplaned passenger in Fiscal Year 2009.

The Airport's diverse revenue sources, including parking, non-airline tenants and concessions, support the Authority's liquidity and debt service obligation and result in only 10.2% of operating revenue coming from the commercial airlines, Moody's said.

"The stable outlook is based on Moody's expectation that revenues will continue to support the airport's robust financial margins and liquidity position," Moody's said.