

sufficient revenue generating capacity to finance the bulk of their needs through revenue bonds.

Type of user fees

The most difficult question to resolve is the exact type and nature of user fees to be imposed on the various segments of aviation. There are several ways in which the money needed can be raised. The subcommittee has not decided exactly what user fees should be imposed. But any fee that is imposed must be fair and reasonable to all segments of aviation, generate enough funds to cover the Federal share of airport development, and have some direct relationship to the use made of airport facilities by the different aviation segments.

Revenue can be raised from the commercial aviation segment through a fixed passenger tax, an increase in the passenger ticket tax, a tax on all commercial aviation fuel, or a combination of two or more of these fees. Listed below are tables showing the amount of anticipated revenue that could be derived from each of these user fees.

\$1 PASSENGER TAX

Year	Passenger originations ¹ (U.S. domestic, in millions)	Year	Passenger originations ¹ (U.S. domestic, in millions)
1968.....	\$117.2	1973.....	\$190.4
1969.....	126.9	1974.....	212.0
1970.....	138.7	1975.....	237.4
1971.....	153.6		
1972.....	170.6	Total.....	1,346.8

¹ Based on FAA forecasts of enplanements adjusted to originations on basis of historical relationship of enplanements to originations.

2-PERCENT TICKET TAX

Year	Amount (in millions)	Year	Amount (in millions)
1968.....	\$83,262	1973.....	\$158,913
1969.....	94,753	1974.....	180,844
1970.....	107,496	1975.....	205,800
1971.....	122,709		
1972.....	139,643	Total.....	1,093,420

2-PERCENT DOMESTIC TICKET TAX AND \$2 INTERNATIONAL PASSENGER TAX

[In millions]

Year	International passengers departing United States ¹	Head tax ²	2-percent ticket tax	Total tax
1968.....	6,388	\$12,776	\$83,262	\$96,038
1969.....	7,155	14,310	94,753	109,063
1970.....	8,014	16,028	107,496	123,524
1971.....	8,976	17,952	122,709	140,661
1972.....	10,053	20,106	139,643	159,749
1973.....	11,259	22,518	158,913	181,431
1974.....	12,610	25,220	180,844	206,064
1975.....	13,833	27,666	205,800	233,466
Total.....	78,288	156,576	1,093,420	1,249,996

¹ International passengers departing United States obtained from U.S. Department of Justice, Immigration and Naturalization Service, "Report of Passenger Travel Between the United States and Foreign Countries," projected at the rates of 112 percent for years 1967-74, 109.7 percent for years 1975-80, and 108.5 percent for years 1981-86, with 1966 as base year. (NOTE: The percentages used represent the average growth rate per annum as forecast by the FAA, Lockheed, and the U.S. airlines "D" forecast.)

² Head tax computed at the rate of \$2 for each international passenger departing the United States.