

A NEW YEAR, A NEW ROAD, NEW DEVELOPMENT AND A NEW NAME



STEWART INTERNATIONAL AIRPORT

Right Around the Corner, All Around the World.

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"As far back as a decade ago Pattern suggested that perhaps Hudson Valley should be incorporated into the Airport's name. The Hudson Valley is a brand name known throughout the nation as it also has global recognition. This will instantly market the Airport's name with the positive and prosperous image of the region"

Michael J. DiTullo
President & CEO

Mid-Hudson Pattern for Progress

➤ **Stewart Unveils New Name and Promising New Outlook**

Stewart International Airport will soon be getting a brand new identity, one that promotes growth and conveys positive change. Effective May 2006, Stewart International Airport will be known as New York Hudson Valley International Airport. A revamped logo featuring the new name coupled with progressive graphics completes the transformation.

Charles G. Seliga, President and Chief Operating Officer said, "The majority of the world living outside of the Hudson Valley does not know where Stewart is located. For international travelers, New York is an important location and for many domestic travelers, the Hudson Valley is a key location. We are working towards the day when international travel will play a larger role at the Airport and as our business and tourism trade grows, more and more travelers will come into the region. New York Hudson Valley International Airport establishes the right designation."

This decision came after much thought and consideration. Lengthy discussions with regional entities were held to determine the best course of action, ensuring the Airport becomes a primary travel destination. After careful consideration, the Management Team at Stewart decided to change the name to better position the Airport as the region's leading Airport of choice. The new name was conceived to more effectively support international and domestic growth by clearly identifying geographical location.

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WINTER NEWSLETTER



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"The majority of airport names across the country all have a geographic designation. The better our name communicates location, the more people will recognize that this Airport is near their destination," said Seliga.

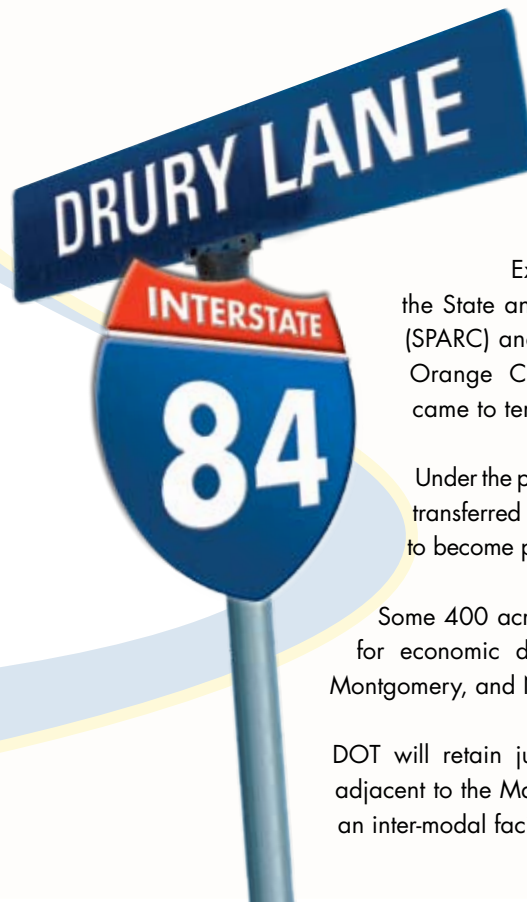
In the past, airlines have indicated that with the Airport's original name, it was hard to determine the location. Now that the new name links it to a geographical location, international travelers will see the Airport as a viable destination, air cargo companies will better realize the close proximity to New York City, and domestic travelers will become more aware of the Airport's convenience.

"As far back as a decade ago Pattern suggested that perhaps Hudson Valley should be incorporated into the Airport's name. The Hudson Valley is a brand name known throughout the nation as it also has global recognition. This will instantly market the Airport's name with the positive and prosperous image of the region. And, by naming the terminal The Archie Stewart Terminal the respect, gratitude, regard and honor for his vision and generosity is memorialized," said Michael J. DiTullo, President & CEO Mid-Hudson Pattern for Progress

Plans to publicly celebrate Stewart's new name include the unveiling of a new sign in May with a dedication ceremony to follow. Historical displays inside the Terminal will also be constructed to commemorate the rich history of the Airport.

The Airport gets its original name from the Stewart Family who donated the land to the Town of Newburgh in 1930. To further honor this generous donation, the passenger terminal will be aptly renamed, Archie Stewart Terminal.

➤ Airport To Get Its Own Exit; Construction To Start This Winter



The State has signed the contract with Lancaster Development of Schoharie County to begin construction on the \$49.9 million new Drury Lane entrance into Stewart Airport near Newburgh.

Execution of the contract comes days after the State and the Stewart Park and Reserve Coalition (SPARC) and its co-plaintiffs, the Sierra Club, and The Orange County Federation of Sportsmen's Clubs, came to terms on a pact.

Under the pact, 1,600 acres of Stewart properties will be transferred from the State Department of Transportation to become part of the Stewart State Forest.

Some 400 acres of the Stewart Lands will be designated for economic development in the Towns of Newburgh, Montgomery, and New Windsor.

DOT will retain jurisdiction over about 100 acres of land adjacent to the Maybrook rail yard for potential future use as an inter-modal facility.

SPARC President Sandra Kissam said her consortium is jubilant.

Airport President Charles Seliga was happy to know the wait is over. "Part of the obligation of the State under the lease is to be able to provide that for us," he said. "We have often said many times that this is one of the key areas we need to move the Airport forward."

Stewart Regional Alliance official Richard O'Beirne said while it is good as a traffic reliever on local roads, he has his doubts about the arrangement. "What I do find distressing is the fact that out of the 7,400 acres, only 400 wound up for development," he said. "That's not a compromise, but these environmental zealots that we have been dealing with don't understand the term compromise."

The new roadway system will see an exit from Interstate 84 to Drury Lane and into the Airport. The project is targeted for completion by December 2007.

In addition, another project is underway to build a connection between Interstate 84 and Interstate 87. This too will ease the access into the airport.

Local news stories provided by Mid-Hudson News.com



➤ Hilton Homewood Suites Planned for Stewart Airport

New Windsor, New York - Jay Jason, spokesperson for **Airport Properties II**, a recently formed LLC, announced that development will start shortly on land along the east side of Breunig Road at Stewart International Airport.

The property will be named Stewart Commons and the hotel, Hilton Homewood Suites is expected to open in 2007. This hotel will have 125 suites and the cost will be approximately \$15 Million. It will also have a 6,000-foot conference facility, fitness center, indoor pool and some restaurant facilities. The development will improve the entrance to the Airport; it will make it very convenient for travelers, airline staff and business people to stay over availing themselves of multi-night lodging and a host of new business services.

"The Hilton brand has great value and we plan to make this a premier property that will appeal to travelers and businesses coming into the Hudson Valley," Jason said.



Allegiant Air Offers a Sure Cure for the Winter Cold

Chase away those winter sniffles with Allegiant Air's spectacular sale on flights to Orlando, Florida. Fly non-stop direct from Stewart International Airport to Orlando while enjoying the supreme service and ultimate convenience that only Allegiant Air and Stewart can provide.

In addition to low-cost fares, discounted vacation packages are also available with 18 of Orlando's most exciting hotel properties and three in Daytona Beach. Partner properties include The Swan, The Dolphin, The Hilton in Lake Buena Vista, and the Radisson Parkway. Low-priced packages can include hotel, car, and amusement park tickets for additional savings.

Dubbed the "official airline of sunshine," Allegiant Air has been successfully operating non-stop service from Stewart to Orlando Sanford International Airport since the fall 2005 and now offers both weekday and weekend departures. This all-jet airline is dedicated to providing leisure travel that is both affordable and convenient.

Reservations can be made through the Company's Website at www.allegiantair.com, the airline's reservations center at 800-432-3810, or through a professional travel agent.

Stewart Receives \$500,000 in Federal and Local Support

Thanks to the United States Department of Transportation (DOT), Stewart International Airport has received a Federal Grant to provide incentives to airlines that may wish to establish air service from Stewart. The Small Community Air Service Development Grant is awarded to smaller regional community airports and is designed to help promote new airlines coming to the Airport.

The Orange County Industrial Development Agency (IDA) will receive the Grant and in turn help to fund air service development at Stewart. DOT has agreed to match up to \$250,000 in spending.

The program will be structured as follows: The Orange County IDA will provide up to \$70,000. The Airport will provide \$50,000 in In-Kind Fee Waivers and \$70,000 in cash. Clear Channel Radio has agreed to add \$60,000 in In-Kind Service. A total package of \$500,000 will be available to attract new air service to the Airport.

"This funding will help us put together an aggressive promotion plan to insure that any new service at Stewart is well promoted. We are talking to a number of airlines about coming to Stewart. Our ability to get the word out and promote new service is a key issue to airlines. This grant and the generous support of Clear Channel and the Orange County IDA will help a great deal," said Tanya Vanasse, General Manager of Marketing for Stewart International Airport.

To date, DOT has awarded \$18.9 million in Federal Grants to 37 regional airport projects in 29 states and encompassing 68 communities as part of the 2005 Small Community Air Service Development program. Now in its fourth year, DOT received a total of 84 applications for federal funding to improve or expand air service in small communities.



Photo courtesy of the U.S. Army

➤ West Point Attracts 300,000 Visitors A Year

Just minutes from Stewart International Airport, West Point maintains an illustrious reputation as being one of the most prestigious military establishments and historical attractions in the Hudson Highlands. Boasting almost 300,000 visitors per year, West Point is a fully-operational military post and military academy providing the Army with exceptional leaders for over 200 years.

Overlooking New York's Hudson River, West Point offers historic buildings, distinguished monuments, majestic chapels and much more. Knowledgeable tour guides provide interesting and informative narration. Guided tours of the grounds include the Cadet Chapel, a gothic cathedral, and Trophy Point featuring artifacts from the Revolutionary, Civil and Mexican Wars. Trophy Point is also the site of West Point's "million dollar view" looking north, up the Hudson River. Optional longer tours given in the summer months include West Point's historic cemetery with the graves of more than 5,000 men and women who have served their country.

Spend a weekend touring West Point and plan a relaxing stay at the renowned Hotel Thayer, a full-service, privately-run hotel located on the grounds of the installation. Enjoy comfortable accommodations and superior dining options as you embrace the breathtaking views of the surrounding Hudson Valley.

The West Point Visitor Center is located outside the Thayer Gate in the Village of Highland Falls, New York. Daily tours are on a first-come, first-served basis and vary in frequency and number depending on the time of year. You may call the West Point Visitors Center at (845) 938-2638, 9 a.m.- 4:45 p.m., to verify tour times. Group tours can be provided by the Academy's contractor, West Point Tours, Inc. They may be reached at (845) 446-4724 or by e-mail at westpointtours@hvc.rr.com.

West Point is also open to the public for special events, concerts, and sporting events. For information about upcoming events and guided tours, please visit www.usma.edu.

➤ Stewart extends hospitality to diverted planes

The New York metropolitan area airports may have been socked in with heavy fog on Friday, January 13, 2006, but Stewart Airport was open for business with mostly clear skies so over 80 aircraft diverted to the airport.

John Meehan, the manager of Supermarine, the fixed based operator, estimated his company pumped between 30,000 and 40,000 gallons of fuel as airplanes – mostly corporate – were lined up on the tarmac. “This is how we’d like the airport to look all the time,” said Tanya Vanasse, General Manager for Marketing at Stewart.

Meehan said Stewart’s elevation is to its benefit. “Stewart has a great advantage over everyone else because we are at 500 feet above sea level and down at White Plains, Teterboro, Kennedy, LaGuardia, Newark, they’re all right around sea level so they’re all getting jammed up today because of the weather,” he said.

Eight commercial passenger jets also diverted to Stewart, along with a 747 jumbo cargo jet and a Sun Country charter jet.

Cars pulled up to the corporate jets all afternoon long so that corporate executives could travel on to their final destinations.



This is one of the many events that Stewart International Airport has been used as a diversion airport due to its strategic location.

Local news stories provided by Mid-Hudson News.com



➤ Stewart To Play Vital Role In Reducing Metro Air Traffic

Over 100 million travelers use Newark, LaGuardia, and JFK Airports each year. With passenger volume predicted to exceed capacity levels in the near future, Stewart is perfectly positioned to handle the overflow, providing much needed help with the overstrain experienced by these three major metro airports.

“We don’t view Stewart as a competitor to our airports; we look at Stewart as an opportunity for this region to grow because we are going to run out of capacity at some point in time,” said Kenneth Ringler, Executive Director of the Port Authority of New York and New Jersey, which runs Teterboro, Newark, LaGuardia, and JFK Airports.

Ringler told members of the Orange County Partnership that Stewart has the potential to grow into a “great mid-sized” regional Airport. “What we should be doing is to look to see how we can collaboratively work together to see where your needs and our needs dovetail,” Ringler said.

For now, Ringler explained that Stewart can ease the overcrowding of corporate and general aviation aircraft at the Port Authority’s Teterboro Airport in New Jersey.



Whether it's a weekend getaway for two or a family vacation, Chicago is an exciting, international city with a friendly Midwestern attitude. Book your trip though American Airlines out of Stewart.

C H I C A G O

PROJECT UPDATES

> Now Arriving.... A New Display Program

Interspace Airport Advertising, the advertising concessionaire that has been partnering with the airport since 1999, is unveiling a new display program in the arrivals/baggage claim area of the terminal. This new design will utilize state-of-the-art motion technology displays to eliminate a great deal of the visual clutter, thus enhancing the advertisers' visibility. In addition, local scenic images will be incorporated into the terminal via large-format wall murals. Marketing of this new program has already commenced, and installation is scheduled for May of 2006.

For more information on availability in the new display program, please contact Lucas Yezik at Interspace; phone: **1.800.648.8437 x394**; email: **lyezik@iaateam.com**



> Terminal Renovation Progressing As Planned

Stewart International Airport will receive \$3,074,200 toward the completion of Phases II and III of the Terminal Renovation Project. These vital improvements involve repositioning existing ticket counters 20 feet back to expand the lobby area, providing better customer flow and more room for passengers queuing. In addition, nine ticket check-in stations will be constructed.

The project also includes installing new flight information systems, modifying the affected tenant spaces behind the counters, widening the checkpoint to include a second lane, and replacing interior finishes, floors, restroom fixtures, and countertops.

All renovations are designed to effectively support and expand passenger services, ensuring that Stewart meets the growing needs of the community.

> Runway Lighting System Upgraded

Thanks to partial funding from the Federal Aviation Administration, Stewart has installed new cabling for the runway lighting system on the main runway. This major project, took many months to plan and was critical to ensuring the safety of everyone who flies into Stewart at night or in bad weather.

MARKETING UPDATE

We have focused on letting people know about the many destinations they can travel to from Stewart. Our advertising this period has been for the benefit of all of our airlines, using short radio sponsorships to build frequency and awareness.



STEWART INTERNATIONAL AIRPORT HAS 7 FLIGHTS A DAY ON U-S AIRWAYS EXPRESS TO PHILADELPHIA. VISIT SWFNY.COM FOR DETAILS ON THE MOST CONVENIENT WAY TO FLY FROM THE HUDSON VALLEY

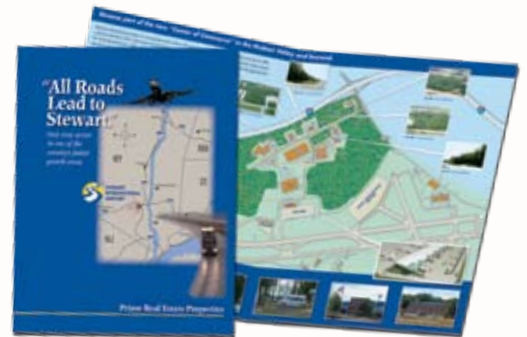
STEWART INTERNATIONAL AIRPORT HAS DIRECT FLIGHTS TO ORLANDO ON ALLEGIAANT AIR. VISIT SWFNY.COM FOR DETAILS ON THE MOST CONVENIENT WAY TO FLY FROM THE HUDSON VALLEY

STEWART INTERNATIONAL AIRPORT HAS DAILY FLIGHTS TO CHICAGO ON AMERICAN EAGLE. VISIT SWFNY.COM FOR DETAILS ON THE MOST CONVENIENT WAY TO FLY FROM THE HUDSON VALLEY

STEWART INTERNATIONAL AIRPORT HAS DAILY FLIGHTS TO DETROIT ON NORTHWEST AIRLINES. VISIT SWFNY.COM FOR DETAILS ON THE MOST CONVENIENT WAY TO FLY FROM THE HUDSON VALLEY

➤ Our New Commercial Real Estate Brochure Is Now Available

Commercial real estate is moving fast at Stewart and we now can provide investors with a comprehensive brochure describing our developing areas. You can request a copy by calling Diane Jankowski at **845.564.7200, ext. 251**.



EMPLOYEE SPOTLIGHT



➤ Joe Big Retires After 35 Years

Stewart International Airport is proud to honor Mr. Joe Big for his years of dedicated service and would like to congratulate him on a well-deserved retirement.

For over 35 years, Joe has served Stewart with the highest levels of commitment and skill. An exemplary employee, Joe first joined Stewart as a member of the Crash, Fire, and Rescue Squad for the Mass Transit Authority. He later worked as a line service refueler, customer service representative, fire inspector, and lastly, operations officer.

An active member of the community, Joe is a life member of the Vails Gate Fire Department, having held numerous offices.

Joe has been married to Linda Nilsson Big since 1967 and has one daughter, Lisa. He is also the proud "Popi" of two grandchildren, Daniel and Robbie.

Thank you, Joe, for your devoted years of service. Your warmth and generosity will truly be missed.



**FOR MORE INFORMATION ON STEWART INTERNATIONAL AIRPORT
PLEASE VISIT WWW.SWFNY.COM**

AIRLINES

| | | |
|---------------------------|--|----------------|
| Allegiant Air | www.allegiantair.com | 1-800-432-3810 |
| American Eagle | www.aa.com | 1-800-433-7300 |
| Northwest Airlines | www.nwa.com | 1-800-225-2525 |
| US Airways Express | www.usairways.com | 1-800-428-4322 |

GROUND TRANSPORTATION

| | |
|----------------------------------|---------------------------------------|
| Visconti (Taxi/Limousine) | 1-845-567-3560 |
| Avis | 1-800-331-1212 |
| Enterprise | 1-800-736-8222 |
| Hertz | 1-800-654-3131 |
| Leprechaun Bus Lines | 1-800-638-7646 (Newburgh-Beacon Link) |

AIRPORT ADMINISTRATION www.swfny.com 1-845-564-7200

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