

# Quantifying Economic Benefits from Aviation Weather Support

## INTRODUCTION

Friends and Partners of Aviation Weather FPAW 2012 Meeting, Orlando, FL Nov 1, 2012 - Segment 10



## Quantifying Economic Benefits from Aviation Weather Support

<ul><li>Introduction     -Bryce Ford, SpectraSensors, Inc.</li></ul>	(5 min)
<ul> <li>U.S. Government Activities         <ul> <li>Kevin Stone; NWS Aviation Services Branch</li> <li>Mike Robinson, AvMet for FAA Metrics Programs</li> </ul> </li> </ul>	(8 min) (8 min)
<ul> <li>Business Aircraft and General Aviation Activities</li> <li>John Kosak; NBAA ATM, representing BA and GA</li> <li>Airline Activities</li> </ul>	(8 min)
<ul><li>Tom Fahey; Manager of Meteorology, Delta Air Lines</li><li>Randy Baker; Senior Meteorologist, UPS Airlines</li><li>Rick Curtis; Chief Meteorologist, Southwest Airlines</li></ul>	(8 min) (8 min) (8 min)
<ul><li>Discussion</li><li>Bryce Ford</li></ul>	(7 min)



## The Goal of the 2011 Panel was to Initiate Industry Dialogue On

- What data can be Regularly collected to Quantify the operational benefits
- How often do we think we can collect metrics
- What kind of Methodology should we use for regularly collecting data
- How do we resolve the really contentious Issues
  - How do we minimize the cost involved in routinely collecting metrics
  - What info can we Share and what needs to be kept Private
  - How do we support data being Aggregated at higher levels
  - Can a single set of Common metrics really support Technical,
     Operational, Financial, and Political decision making



# Who are the End Users of this Information (aka Why do We Need This?)

- Government Decision Makers
  - Funding Decisions for Aviation Weather/Climate Services
  - Measure of Effectiveness for Gov Weather/Climate Services
  - Supplement Existing FAA and NWS Economic Benefits Metrics
- Aviation Industry Decision Makers
  - Opportunities to Improve Operational Effectiveness
  - Improved Marketing and Public Relations
  - Improvements to the Bottom-Line
- Other Weather and Climate Enterprise Participants
  - Increased Research Opportunities for Academia Members
  - Improved Marketing and Public Relations for Commercial Members
- General Public Improved Forecasts for a Weather Ready Nation

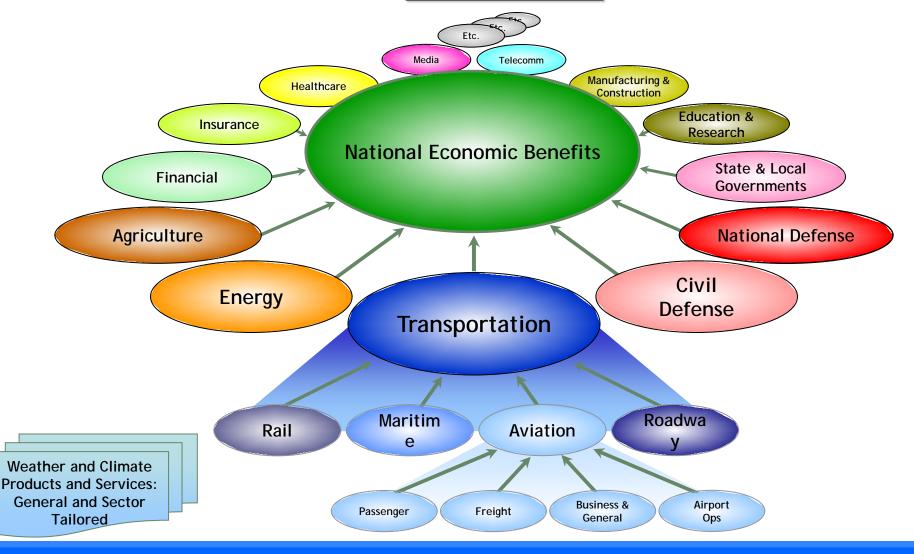


#### Related Efforts with Similar Goals

- AMS Commission on Weather and Climate Enterprise (CWCE)
  - Beginning with Measurement of Weather/Climate Enterprise SIZE
  - Next will address Weather/Climate Enterprise Economic IMPACT
- AMS National Network of Networks (NNON)
  - Early work on Modeling Economic Benefits from Sensor Networks
- World Meteorological Organization AMDAR Programme
  - Supporting Individual Business Case Analyses for AMDAR
- Met Office (UK)
  - Study of Economic Impacts of Wx Forecasts on UK Energy Sector
- Etc, etc, etc



#### Framework to Measure Weather/Climate Economic Benefits



Weather/Climate Information Provides Critical Economic Benefit to the Nation





#### IDEAS on What Economic Benefits Aviation could Report?

#### Standard Economic Benefits for all Sectors

Economic Gains/Losses (\$\$)

Net Present Value (\$\$)

Jobs Created (#)

Return on Investment (%)

#### **Aviation Sector Unique Benefits**

Passenger Value of Time (\$\$)

Fuel Usage Reduced (Gal)

CO2 Reduced (Tons)





#### **Next Steps for FPAW**

- Determine the Value and Priority
- Determine Who will Work the Issues
  - Requires significant coordination from both Government and Industry
- Identify an Initial set of Variables which can be Easily Measured
- Identify what Information the Enterprise can Routinely Collect
- Determine How we get the Process Started

#### Possible Approach

- Industry/Government Define an Initial Set of Variables
- Each group Internally Researches ways to Report data
- Compare Data Sets and Harmonize
- Begin to Store and Report Results





## Thank You!





# **Backup Information**



#### Aviation Benefits Attributed to Wx Support Improvements

- Standard Wind & Temp Forecasts
- Convective Storm Forecasts
- Fog Forecasts
- Winter Storm Forecasts
- Turbulence Observations and Forecasts
- Wind Shear Observations and Forecasts
- Icing Observations and Forecasts
- Jetstream Observations and Forecasts
- Tropical Forecasts
- Etc.



#### **Examples of Measureable Benefits to Aviation**

- Flight Operations Benefits
  - Fuel Savings
    - Route and Altitude Selection
    - Continuous Descent
  - Flight Crew Related Savings
  - Ground Crew Related Savings
  - Reduced Cost from Passenger Missed Connections
  - Airport Services Related Savings (e.g. reduction of unnecessary deicing)
- Business Operations Benefits
  - Reduction in Unplanned Overtime or Lost Time
  - Reduced Emissions or Noise Penalties
  - Reduced Insurance Claims
  - Reduced Litigation
  - Reduced Wx Related Incidents
- Other Benefits
  - Improved Passenger Satisfaction Leading to Improved Sales
  - Public Relations Benefits Leading to Improved Sales
  - Improved Employee Moral Leading to Better Performance

Benefits Come from Many Sources, and Not Always the Most Obvious