MEMORANDUM

To: CHAIR AND COMMISSIONERS CTC Meeting: August 14-15, 2019

CALIFORNIA TRANSPORTATION COMMISSION

From: STEVEN KECK, Chief Financial Officer

Reference Number: 4.16, Action Item

Prepared By: Amy Choi, Chief

Division of Aeronautics

Subject: ADOPTION OF THE RATE FOR LOCAL GOVERNMENT MATCHING OF THE

AERONAUTICS CALIFORNIA AID TO AIRPORTS PROGRAM-ACQUISITION AND

DEVELOPMENT GRANTS
RESOLUTION G-19-38

<u>ISSUE:</u>

Should the California Transportation Commission (Commission) approve Resolution G-19-38 to set the California Department of Transportation's (Department) Division of Aeronautics (Aeronautics) California Aid to Airports Program (CAAP)-Acquisition and Development (A&D) matching rate at 10 percent for Fiscal Year 2019–20?

RECOMMENDATION:

The Department recommends the Commission approve Resolution G-19-38 to set the Aeronautics CAAP A&D matching rate at 10 percent for 2019–20.

BACKGROUND:

California Public Utilities Code Section 21684 requires local sponsors to match A&D grants at a rate of between 10 percent and 50 percent of the project cost. This law also requires the Commission to establish the matching rate annually.

In prior years, the Commission has established the matching rate at 10 percent. The twoyear 2018 Aeronautics A&D Program was developed using a 10 percent matching rate.

CALIFORNIA TRANSPORTATION COMMISSION

Establishment of Local Government Matching Rate for Acquisition and Development Grants for Fiscal Year 2019–20 Resolution G-19-38

- 1.1 WHEREAS, pursuant to Section 21684 of the California Public Utilities Code, the California Transportation Commission (Commission) is charged with the responsibility of establishing the percentage rate of matching funds to be provided by public entities for Acquisition and Development (A&D) projects under the California Aid to Airports Program; and
- 1.2 WHEREAS, a 10 percent matching rate would be compatible with the Federal Aviation Administration's grant program; and
- 1.3 WHEREAS, a 10 percent matching rate encourages timely use of funds from the Aeronautics Account; and
- 1.4 WHEREAS, a 10 percent matching rate ensures that the maximum number of airport sponsors can participate in the Aeronautics A&D Program; and
- 1.5 WHEREAS, the 2018 two-year Aeronautics A&D Program was developed with a matching rate of 10 percent;
- 2.1 NOW THEREFORE BE IT RESOLVED, that the Commission hereby establishes the local government matching rate for Fiscal Year 2019–20 for A&D projects in the Aeronautics A&D Program at 10 percent of the project cost of an airport project.