

MEMORANDUM

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 24-25, 2020

From: STEVEN KECK, Chief Financial Officer

Reference Number: 2.7a. Action Item

Prepared By: Amy Choi, Chief
Division of Aeronautics

Subject: **FISCAL YEAR 2020–21 AERONAUTICS ANNUAL ALLOCATION TO MATCH
FEDERAL AIRPORT IMPROVEMENT PROGRAM GRANTS
RESOLUTION FDOA-2020-02**

ISSUE:

Should the California Transportation Commission (Commission) approve the attached Resolution FDOA-2020-02, allocating \$2,500,000 for the Fiscal Year 2020–21 annual allocation to match federal Airport Improvement Program (AIP) grants?

RECOMMENDATION:

The California Department of Transportation (Department) recommends the approval of Resolution FDOA-2020-02, allocating \$2,500,000 for the 2020–21 annual allocation to match federal AIP grants.

BACKGROUND:

Each year the Commission approves an annual allocation to match federal AIP grants. This allocation provides the authority for the Department to subvent matching funds to individual projects as requested by airport sponsors.

The Department provides Commission staff with quarterly reports on allocations for AIP matching grant funds. The reports show the sponsor name, the airport name, a project description, the State matching amount, and an explanation of any portions of the AIP grant that were not matched.

Approval of this Resolution is contingent on a transfer of funds from the Local Airport Loan Account to the Aeronautics account as authorized by the passage of the 2020-21 Budget. A Budget Change Proposal requesting \$2.5 million a year for the next four years, for a total of \$10 million in transfers, to support the AIP matching grant program is pending approval in the budget for 2020-21.

*“Provide a safe, sustainable, integrated and efficient transportation system
to enhance California’s economy and livability”*

If approved, transfers of \$2.5 million for the annual allocation of AIP matching grants will be authorized, with the first \$2.5 million transfer anticipated to be completed in July 2020.

The following Resolution proposes to renew the delegation for the allocation of State funds to match the federal AIP grants.

FINANCIAL RESOLUTION:

Resolved that Resolution FDOA-2020-02 is approved to authorize an annual allocation of \$2,500,000 to match federal AIP grants in accordance with the following resolution.

Attachment

CALIFORNIA TRANSPORTATION COMMISSION

Allocation of Funds to Match

Federal Airport Improvement Program Grants

Resolution FDOA-2020-02

- 1.1 WHEREAS, pursuant to Section 21683.1 of the California Public Utilities Code (PUC), the California Transportation Commission (Commission) is authorized to allocate funds for a portion of the local match for federal Airport Improvement Program (AIP) grants to certain airports; and
- 1.2 WHEREAS, the Commission sponsored the legislation that enacted PUC section 21683.1 in order to maximize the amount of federal airport funds that can be allocated to California; and
- 1.3 WHEREAS, the Federal Aviation Administration (FAA) requires airport sponsors to certify that matching funds are available as a condition of accepting a federal grant; and
- 1.4 WHEREAS, on June 27, 2019, the Commission approved the Capital Improvement Program which lists needed federal airport improvement projects from all funding sources;
- 2.1 NOW, THEREFORE BE IT RESOLVED, that, regarding federal Airport Improvement Program grants made by the FAA to public entities in this State received by the California Department of Transportation (Department) from July 1, 2020, through June 30, 2021, with the approval of the Department, at such time as the federal grant offer is accepted by the public entity applicant, there is allocated to each applicant from the Aeronautics Account, five percent (5%) of that portion of the grant whose primary benefit is for general aviation in order to provide a part of the local match for the grant in accordance with the provisions of PUC section 21683.1 (b) until the total of all such allocations equals \$2,500,000; and
- 2.2 BE IT FURTHER RESOLVED, that the Department shall provide Commission staff with quarterly status reports on sponsors' matching fund applications that have been approved by the Department.