



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** July 12, 2016

**TO:** Mayor and Councilmembers

**FROM:** Administration Division, Airport Department

**SUBJECT:** Federal Aviation Administration Airport Improvement Grant Offer For Santa Barbara Airport

### **RECOMMENDATION:**

That Council accept and authorize the Airport Director to execute, on behalf of the City, a Federal Aviation Administration Grant offer, No. 3-06-0235-50, in an amount not to exceed \$360,000 in Airport Improvement (AIP) funds, for design, permitting, and bidding the Runway 7-25 Rehabilitation Project.

### **DISCUSSION:**

#### Background

The FAA, under authorization from the United States Congress, distributes AIP funds each year. Half of each year's authorized level of AIP funding is distributed to all eligible commercial service airports through an entitlement program that guarantees a minimum level of federal assistance each year based on prior year passenger enplanement levels. The remaining AIP funds are distributed on a discretionary basis. Santa Barbara's total funding amount for the 2016 entitlement grant is estimated at \$2,700,000. Entitlement funds can be carried over to future fiscal years.

#### Grant Project

Runway 7-25, the main commercial runway, has not had any major maintenance in the last 10 years and is in need of rehabilitation. The rehabilitation will include crack sealing, minor repairs, grind and overlay, grooving, and pavement markings. The total project cost is estimated at \$5.5 million. This grant will fund design, permitting, and bidding stages of the project. Construction of the project will be funded from the remaining balance of the 2016 entitlement grant, which will be carried over and combined with the 2017 entitlement grant.

Grant Offer

Airport staff has been verbally notified by FAA that the Airport Improvement Grant application has been approved. In order to meet the FAA's deadline for acceptance of the grant award, staff is requesting early authorization, based upon the verbal notification, for the Airport Director to execute the grant agreements for the Federal Fiscal Year, when the actual documents with the specific fund amounts arrive.

**BUDGET/FINANCIAL INFORMATION:**

Upon receipt of the grant agreements, staff will return to Council to appropriate the grant revenue and matching airport share, 9.34% of the total project cost, which will be funded from the Airport Operating Fund.

**SUBMITTED BY:** Hazel Johns, Airport Director

**APPROVED BY:** City Administrator's Office