



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** July 26, 2016

**TO:** Mayor and Councilmembers

**FROM:** Administration Division, Airport Department

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

### **RECOMMENDATION:**

That City Council increase appropriations and estimated revenue by \$390,335, in the Airport's Grant Fund for design, permitting, and bidding the Runway 7-25 Rehabilitation Project, to be funded by Federal Aviation Administration Airport Improvement (AIP) Grant No. 3-06-0235-50, in the amount of \$353,878 coupled with the City's match of \$36,457, to be funded from the Airport Operating Fund.

### **DISCUSSION:**

On June 12, 2015, Council accepted and authorized the Airport Director to execute the Federal Aviation Administration (FAA) Airport Improvement Program grant offer in an amount not to exceed \$360,000. Staff has been notified that the grant amount will be \$353,878.

Runway 7-25, the main commercial runway, has not had any major maintenance in the last 10 years and is in need of rehabilitation ("Project"). The AIP grant will fund design, permitting, and bidding stages of the Project. Construction of the Project will include crack sealing, minor repairs, grind and overlay, grooving, and pavement markings. The total project cost is estimated at \$5.5 million. 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.

Now that the FAA has notified the City of the exact AIP grant amount, Airport Staff recommends increasing appropriations and estimated revenue by \$390,335, which would include the City's matching funds of \$36,457 from the Airport Operating Fund.

**BUDGET/FINANCIAL INFORMATION:**

Federal legislation sets the local match for non-hub primary airports at 9.34% for the 2016 entitlement grant. Funds for the match were budgeted in the Airport's Fiscal Year 2017 Operating Fund.

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

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