

State of California
Business, Transportation and Housing Agency
Department of Transportation

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POLICY MATTERS
Local Government Matching Rate for
the California Aid to Airports Program
Action Item

CTC Meeting: March 28-29, 2001

Agenda Item: 4.5

Original Signed By _____
W. J. EVANS, Deputy Director
Finance
March 1, 2001

**ESTABLISHMENT OF THE RATE FOR LOCAL GOVERNMENT MATCHING
OF CALIFORNIA AID TO AIRPORTS PROGRAM (CAAP) GRANTS**

Under State requirements, the California Transportation Commission is required to annually establish the rate at which local governments must match CAAP grants from the Aeronautics Program

RECOMMENDATION

The Department of Transportation (Department) recommends that the California Transportation Commission (Commission) approve the attached resolution to set the CAAP matching rate at ten percent for Fiscal Year 2001-02.

BACKGROUND

State law (Public Utilities Code Section 21684) requires local sponsors to match CAAP grants at a rate of between 10 percent and 50 percent of the project cost. This law also requires the Commission to annually establish the matching rate.

In prior years, the Commission has established the matching rate at 10 percent. In 1995, the Commission stated its intention to consider changing the matching rate only at the same time as its biennial adoption of the Aeronautics Program. The 2000 Aeronautics Program that the Commission adopted at the March 2000 meeting was developed using a 10 percent matching rate. FY 01/02 is the second year of the 2000 Aeronautics Program.

The Commission's Technical Advisory Committee on Aeronautics (TACA) has reviewed this proposal and recommends that the Commission approve it.

Attachment

CALIFORNIA TRANSPORTATION COMMISSION

**Establishment of Local Government Matching Rate
for California Aid to Airport Program (CAAP) Grants
for Fiscal Year 2001-02**

Resolution G-01-

- 1.1 WHEREAS, pursuant to Section 21684 of the Public Utilities Code, the California Transportation Commission is charged with the responsibility of establishing the percentage rate of matching funds to be provided by public entities for Acquisition and Development projects under the California Aid to Airports Program (CAAP); 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 Program; and
- 1.5 WHEREAS, the 2000 Aeronautics 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 2001-02 for Acquisition and Development projects in the Aeronautics Program at 10 percent of the nonfederal portion of an airport project.