

# Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: March 14-15, 2007

Reference No.: 4.5  
Action Item

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Subject: **ADOPTION OF THE RATE FOR LOCAL GOVERNMENT MATCHING OF CALIFORNIA  
AID TO AIRPORTS PROGRAM (CAAP) GRANTS  
RESOLUTION G-07-**

## **RECOMMENDATION:**

The California Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve the attached resolution to set the Acquisition and Development (A&D) matching rate at ten percent for Fiscal Year 2007-08. This item was presented for Notice at the January 31-February 1, 2007 Commission meeting.

## **ISSUE:**

Under state requirements, the Commission is required to annually establish the rate at which local governments must match A&D grants from the Aeronautics Program.

## **BACKGROUND:**

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. 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 2006 Aeronautics Program that the Commission adopted at the April 2006 meeting was developed using a 10 percent matching rate. Fiscal Year 2007-08 is the second year of the 2006 Aeronautics Program.

**CALIFORNIA TRANSPORTATION COMMISSION**

**Establishment of Local Government Matching Rate  
for Acquisition and Development Grants  
for Fiscal Year 2007-08**

**Resolution G-07-\_\_**

- 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 (A&D) projects under the California Aid to Airports Program (CAAP); and
- 1.2 WHEREAS, a 10 percent matching rate encourages timely use of funds from the Aeronautics Account; and
- 1.3 WHEREAS, a 10 percent matching rate ensures that the maximum number of airport sponsors can participate in the Aeronautics Program; and
- 1.4 WHEREAS, the 2006 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 2007-08 for Acquisition and Development projects in the Aeronautics Program at 10 percent of the nonfederal portion of an airport project.