

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: June 25-26, 2008

Reference No.: 4.4
Action Item

From: CINDY McKIM
Chief Financial Officer

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Subject: **ADOPTION OF THE NEW SET-ASIDE RATIO FOR STATE FUNDED AIRPORT PROJECTS**
RESOLUTION G-08-09

RECOMMENDATION:

The Department of Transportation (Department) recommends that California Transportation Commission (Commission) approve the new set-aside ratio for State-funded airport projects. The new ratio is 30 percent for Airport Land Use Compatibility Plans (ALUCPs), 30 percent for Non-National Plan of Integrated Airport System (Non-NPIAS) airports, and 40 percent for NPIAS airports. This item was presented to the Commission at its May 28-29, 2008 meeting as an information item.

BACKGROUND:

During the development of the 2007 Capital Improvement Plan, local agencies were encouraged to submit their ALUCP projects for State funding. With the increasing demand for ALUCP funding, the State fund set-asides adopted by the Commission in February 2004 need to be adjusted. The February 2004 ratios were 15 percent for ALUCPs, 35 percent for Non-NPIAS airports, and 50 percent for NPIAS airports.

On March 26, 2008, the Department presented three options for the Proposed 2008 Aeronautics Program (each with different set-aside percentages) to the Commission's Technical Advisory Committee on Aeronautics (TACA). The TACA accepted the set-aside option recommended by the Department, which is 30 percent for ALUCPs, 30 percent for Non-NPIAS airports, and 40 percent for NPIAS airports.

Attachment

CALIFORNIA TRANSPORTATION COMMISSION

Adoption of the New Set-Aside Ratio for State Funded Airport Projects for the 2008 Aeronautics Program

Resolution G-08-09

- 1.1 WHEREAS, pursuant to Section 21706 of the Public Utilities Code, the Department of Transportation (Department) shall utilize the methodology adopted by the California Transportation Commission (Commission) for determining the priorities of Acquisition and Development (A&D) projects; and
- 1.2 WHEREAS, pursuant to the proposal for a new priority system for State funded airport projects adopted at Commission's February 25-26, 2004 meeting, the set-aside for prioritizing project applications was 15 percent for Airport Land Use Compatibility Plans (ALUCPs), 35 percent for Non-National Plan of Integrated Airport System (Non-NPIAS) airports and 50 percent for NPIAS airports; and
- 1.3 WHEREAS, with the increasing demand for ALUCP funding in the 2008 Aeronautics Program, there is a need to change the above-mentioned set-aside; and
- 1.4 WHEREAS, the Department recommends the new set-aside ratio for A&D projects to be 30 percent for ALUCPs, 30 percent for Non-NPIAS airports and 40 percent for NPIAS airports; and
- 1.5 WHEREAS, the new set-aside ratio ensures that more ALUCP projects can be funded; and
- 1.6 WHEREAS, the Proposed 2008 Aeronautics Program was submitted using the new set-aside ratio.
- 2.1 NOW THEREFORE BE IT RESOLVED, that the Commission hereby adopts the new set-aside ratio for State-funded airport projects for the 2008 Aeronautics Program at 30 percent for ALUCPs, 30 percent for Non-NPIAS airports and 40 percent for NPIAS.