

Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: July 23-24, 2008

Reference No.: 4.7
Action Item

From: CINDY McKIM
Chief Financial Officer

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Subject: **ADOPTION OF THE RATE FOR LOCAL GOVERNMENT MATCHING OF CALIFORNIA
AID TO AIRPORTS PROGRAM (CAAP) GRANTS
RESOLUTION G-08-12**

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 2008-09. This item was noticed at the Commission's June 25-26, 2008 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 between 10 percent and 50 percent of the project cost and requires the Commission to establish the matching rate annually.

In prior years, the Commission has established the matching rate at ten 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 Department developed the 2008 Aeronautics Program using a ten percent matching rate. Fiscal Year 2008-09 is the first year of the 2008 Aeronautics Program. At its May 14, 2008 meeting, the Commission's Technical Advisory Committee on Aeronautics (TACA) reviewed the matching rate and recommended approval to the Commission.

Attachment

CALIFORNIA TRANSPORTATION COMMISSION

**Adoption of the Annual Rate for Local Government Matching
of California Aid to Airport Program (CAAP) Grants
for Fiscal Year 2008-09**

Resolution G-08-12

- 1.1 WHEREAS, pursuant to Section 21684 of the Public Utilities Code, the California Transportation Commission (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 ten percent matching rate encourages timely use of funds from the Aeronautics Account; and
- 1.3 WHEREAS, a ten percent matching rate ensures that the maximum number of airport sponsors can participate in the Aeronautics Program; and
- 1.4 WHEREAS, the 2008 Aeronautics Program was submitted with a matching rate of ten percent.
- 2.1 NOW THEREFORE BE IT RESOLVED, that the Commission hereby establishes the local government matching rate for Fiscal Year 2008-09 for Acquisition and Development projects in the Aeronautics Program at ten percent of the non-federal portion of an airport project.