

## Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: June 30 – July 1, 2010

Reference No.: 4.12  
Action Item

From: NORMA ORTEGA  
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-10-17**

### **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 10 percent for Fiscal Year 2010-11. This item was noticed at the Commission's May 19-20, 2010 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 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 Department developed the 2010 Aeronautics Program using a 10 percent matching rate. Fiscal Year 2010-11 is the first year of the 2010 Aeronautics Program. At its March 10, 2010 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 2010-11**

**Resolution G-10-17**

- 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 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 2010 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 2010-11 for Acquisition and Development projects in the Aeronautics Program at ten percent of the non-federal portion of an airport project.