

# Memorandum

To: CHAIR AND COMMISSIONERS  
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: June 22-23, 2011

Reference No.: 4.11  
Action Item

From: NORMA ORTEGA  
Chief Financial Officer

Prepared by: Jeff Brown  
Acting Division Chief  
Aeronautics

Subject: **ADOPTION OF THE RATE FOR LOCAL GOVERNMENT MATCHING OF CALIFORNIA AID TO AIRPORTS PROGRAM (CAAP) GRANTS RESOLUTION G-11-05**

## **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 2011-12. This item was presented for information at the May 2011 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.

On April 13, 2011, the Commission's Technical Advisory Committee on Aeronautics (TACA) reviewed the Department's proposal to continue the local match rate at 10 percent for Fiscal Year 2011-12 and recommends the Commission adopt the attached resolution.

## **BACKGROUND:**

State law (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. The 2010 Aeronautics Program that the Commission adopted at the June 2010 meeting was developed using a 10 percent matching rate. Fiscal Year 2011-12 is the second year of the 2010 Aeronautics Program.

Attachment

## **CALIFORNIA TRANSPORTATION COMMISSION**

### **Establishment of Local Government Matching Rate for Acquisition and Development Grants for Fiscal Year 2011-12**

#### **Resolution G-11-05**

- 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 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 2010 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 2011-12 for Acquisition and Development projects in the Aeronautics Program at 10 percent of the non-federal portion of an airport project.