

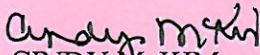
Memorandum

TAB 53

To: CHAIR AND COMMISSIONERS

CTC Meeting: May 28-29, 2008

Reference No.: 4.9
Action Item

From: 
CINDY McKIM
Chief Financial Officer

Prepared by: Gary Cathey
Acting Chief
Division of Aeronautics

Subject: AERONAUTICS CAPITAL IMPROVEMENT PLAN AMENDMENT

RECOMMENDATION:

The Department of Transportation (Department) Division of Aeronautics recommends that the California Transportation Commission (Commission) amend the 2007 Capital Improvement Plan (CIP), originally approved November 8, 2007, by approving the acceptance of the Federal Aviation Administration (FAA) 2008 Airport Capital Improvement Program (ACIP) project list for incorporation into the Department's 2007 CIP. This amendment will allow airports to receive State matching of federal grants for projects that were not included in the adopted CIP. The Technical Advisory Committee on Aeronautics (TACA), at its May 14, 2008 meeting, discussed this item and recommends the Commission conceptually approve a program of projects for FAA matching grants. Currently, FAA ACIP airport projects are being added and revised by the FAA and will continue to be modified through June 2008 before being finalized. TACA's rationale for this recommendation is to ensure California is competitive for the maximum amount of federal dollars available.

BACKGROUND:

At its November 2007 meeting, the Commission approved the biennial update for the CIP, an element of the California Aviation System Plan. The Division selects its Acquisition and Development projects based on the CIP and includes them in the 2008 Aeronautics Program. The Division also uses the CIP to approve State funds that match federal Airport Improvement Program (AIP) grants. California Code of Regulations, Section 4062.1 states "A federally-funded AIP project must be included in the Department's most recently adopted CIP of the California Aviation System Plan to be eligible for AIP Matching funds." The Federal Aviation Administration (FAA) updates their Airport Capital Improvement Program (ACIP) annually. Consequently, the FAA intends to program projects from the 2008 ACIP which may not be included in the Department of Transportation's 2007 biennial update.