

Federal-Aid Aviation State Match

FY2012 Request: \$11,900,000

Reference No: 6896

AP/AL: Allocation

Project Type: Construction

Category: Transportation

Location: Statewide

House District: Statewide (HD 1-40)

Impact House District: Statewide (HD 1-40)

Contact: Frank Richards

Estimated Project Dates: 07/01/2011 - 06/30/2018

Contact Phone: (907)465-3900

Appropriation: Statewide Federal Programs

Brief Summary and Statement of Need:

State match required to pursue about \$174 million in Federal Aviation Improvement Program funds and provide 1/2 of the match required for about \$38 million in federal funds for local sponsors' airports. The match will be used for rural and state primary airports (not Anchorage or Fairbanks). The non-federal match share is 5%. This project contributes to the Department's Mission by improving the mobility of people and goods, reducing injuries, fatalities and property damage, and by increasing private investment.

Funding:	<u>FY2012</u>	<u>FY2013</u>	<u>FY2014</u>	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>Total</u>
G/F Match	\$11,900,000	\$11,900,000	\$11,900,000	\$11,900,000	\$11,900,000	\$11,900,000	\$71,400,000
Total:	\$11,900,000	\$11,900,000	\$11,900,000	\$11,900,000	\$11,900,000	\$11,900,000	\$71,400,000

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input checked="" type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
<u>One-Time Startup:</u>	0	0
Totals:	0	0

Additional Information / Prior Funding History:

\$8,600,000 - Ch 43 SLA 2010 Sec 7 pg 39 ln 3; \$6,320,000 - Ch 15 SLA 2009 Sec 1 pg 22 ln 30; \$9,200,000 - Ch 29 SLA 2008 Sec 13 pg 161 ln 23; \$15,000,000 - Ch 30 SLA 2007 Sec 4 pg 105 ln 15; \$16,000,000 - Ch 82 SLA 2006 Sec 1 pg 88 ln 11; \$14,500,000 - Ch 3 SLA 2005 Sec 1 pg 68 ln 21; \$11,250,000 - Ch 159 SLA 2004 Sec 1 pg 35 ln 5; \$8,070,000 - Ch 82 SLA 2003 Sec 1 pg 37 ln 9; FY2003 - \$9,725,000; FY2002 - \$7,587,400; FY2001 - \$6,703,000; FY2000 - \$5,000,000; FY1999 - \$5,000,000.

Project Description/Justification:

The Department provides the required match funding based on the estimated federal funding that will be available during the given fiscal year. The estimated amount needed to fund the FFY 2012 Federal Aviation Improvement Program is based on the amount of federal funds expected to be appropriated by Congress for FFY 2012.

Match funding is used for projects that have been previously authorized by the legislature and for projects that are in the FY 2012 capital budget. The state will continue to provide 50% of the match required for local sponsor airport projects.

The requested match amount is calculated as follows:

Rural Airport Program

\$173.5M in federal funds requires a 5% state match
 $\$173.5\text{M} / 95\% = \182.6M (program total including match amount)
 $\$182.6\text{M} - \$173.5\text{M} = \$9.1\text{M}$ match requirement

Local Sponsor Airport Program - The state provides half the required match.

\$38.0M in federal funds requires a 5% match
 $\$38.0\text{M} / 95\% = \40.0M (program total including match)
 $\$40.0\text{M} - \$38.0\text{M} = \$2.0\text{M}$ match required
 $\$2.0\text{M} * 50\% = \1.0M is the State's share of the required match

Summary:

\$ 9.1M rural airport program state match funding
+ 1.0M local sponsor airport match provided by the state
\$10.1M required match for airport programs
+ 1.8M funds for unforeseen federally ineligible airport projects ($182.6 * 1\%$)
\$11.9M 2012 needs for match and federally ineligible costs for aviation projects