

Federal-Aid Aviation State Match

FY2015 Request: \$11,700,000

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: Steven Hatter

Estimated Project Dates: 07/01/2014 - 06/30/2019

Contact Phone: (907)269-0730

Appropriation: Statewide Federal Programs

Brief Summary and Statement of Need:

State match required to pursue about \$140 million in federal Aviation Improvement Program funds and provide 1/2 of the match required for about \$25 million in federal funds for local sponsors' airports. The match will be used for Rural Airport System airports (not Anchorage or Fairbanks internationals). The non-federal match share is 6.25%. These funds may also be used for advanced acquisition of Right-of-Way (ROW) parcels for projects that are eligible for federal funding. This ROW can be used in lieu of the state matching funds on a federally funded project.

Funding:	<u>FY2015</u>	<u>FY2016</u>	<u>FY2017</u>	<u>FY2018</u>	<u>FY2019</u>	<u>FY2020</u>	<u>Total</u>
G/F Match	\$11,700,000						\$11,700,000
Total:	\$11,700,000	\$0	\$0	\$0	\$0	\$0	\$11,700,000

<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
One-Time Startup:	0	0
Totals:	0	0

Prior Funding History / Additional Information:

Sec1 Ch16 SLA2013 P81 L16 SB18 \$11,700,000
 Sec1 Ch17 SLA2012 P137 L29 SB160 \$11,700,000
 Sec1 Ch5 SLA2011 P102 L26 SB46 \$11,900,000
 Sec7 Ch43 SLA2010 P39 L3 SB230 \$8,600,000
 Sec1 Ch15 SLA2009 P22 L30 SB75 \$6,320,000
 Sec13 Ch29 SLA2008 P161 L23 SB221 \$9,200,000
 Sec4 Ch30 SLA2007 P105 L15 SB53 \$15,000,000

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 Federal Fiscal Year (FFY) 2015 Federal Aviation Improvement Program is based on the amount of federal funds expected to be appropriated by Congress for FFY 2015

Match funding is used for projects that have been previously authorized by the legislature and for projects that are in the FY2015 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

\$140.0M in federal funds requires a 6.25% state match
 $\$140.0M / 93.75\% = \149.3 (program total including match amount)
 $\$149.3M - \$140.0M = \$9.3M$ match requirement

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

\$25.0M in federal funds requires a 6.25% match
 $\$25.0M / 93.75\% = \$26.7M$ (program total including match)
 $\$26.7M - \$25.0M = \$1.7M$ match required
 $\$1.7M * 50\% = \$0.9M$ is the State's share of the required match

Summary:

\$ 9.3M rural airport program state match funding
+ 0.9M local sponsor airport match provided by the state
\$11.2M required match for airport programs
+ 1.5M funds for unforeseen federally ineligible airport projects ($149.3 * 1\%$)
\$11.7M FY2015 needs for match and federally ineligible costs for aviation projects