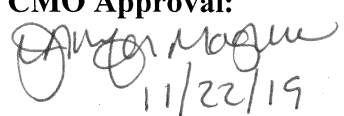


CITY COUNCIL ACTION REQUEST

Department(s): Airport	CEQA: Not a Project, File No. PP17-002, Consultant services for design/study/research/inspection.	Coordination: CAO, CMO – Budget Office	Dept. Approval: /s/ John Aitken
Council District(s): Citywide			CMO Approval:  11/22/19

SUBJECT: AIRPORT IMPROVEMENT GRANT PROGRAM AUTHORIZATION – AIRPORT PAVEMENT MANAGEMENT STUDY

RECOMMENDATION:

Adopt a resolution authorizing the City Manager to apply for, execute, and accept upon receipt, a grant from the Federal Aviation Administration for the Airport Pavement Management Study at the Norman Y. Mineta San José International Airport in a total amount not to exceed \$400,000.

BASIS FOR RECOMMENDATION:

The Norman Y. Mineta San José International Airport (Airport) uses the Airport Pavement Management Study (PMS) for planning, maintenance, condition assessment and capital budgeting for the Airport’s airfield pavements, and the Airport must conduct a PMS as a condition to become eligible to receive future Airport Improvement Program (AIP) grants for pavement projects at the Airport.

In August 2018, as part of its application for Federal AIP grant funding, the City submitted a six-year Airport Capital Improvement Plan to the Federal Aviation Administration for the federal fiscal years 2018-2019 through 2023-2024. The AIP is used by the Federal Aviation Administration to determine funding. The AIP grants typically provide reimbursement up to 80.59% of eligible project costs. Funding for AIP projects comes from two sources – entitlement funds and discretionary funds. The entitlement grant funds are primarily funded by the taxes and fees paid by passengers, general aviation, and cargo shippers, and are distributed based on individual airport passenger and cargo traffic. The City carried over its Fiscal Year 2018-2019 entitlement of approximately \$2.5 million to use in Fiscal Year 2019-2020. The total amount of entitlement funds available in Fiscal Year 2019-2020 is estimated to be approximately \$4.8 million. The allocation of AIP discretionary funds is competitive and subject to availability of funds, annual congressional approval of appropriations, and a national priority of proposed projects. The amount the City receives from discretionary funds varies, as it depends on congressional approval and a complex distribution formula. At this time, staff cannot predict the amount of discretionary funds, if any, that the City may receive for Fiscal Year 2019-2020.

Council approval to submit a grant application for the Airport PMS is requested to allow staff to file grant applications in a timely manner in the event that more AIP funding for pavement projects becomes available.

The San Jose Municipal Code requires that capital projects at the Airport be consistent with the adopted Airport Master Plan. The proposed PMS would support the ongoing operation and maintenance of the airfield, and is therefore consistent with the Airport Master Plan pursuant to Municipal Code Section 25.04.210(B)(4).

Climate Smart San Jose: The recommendation in this memo has no effect on Climate Smart San Jose energy, water, or mobility goals.

Commission Recommendation/Input: No commission recommendation or input is associated with this action.

COST AND FUNDING SOURCE:

The grant funding, if awarded, will be used to offset all or a portion of the cost of this study.

1. COST OF RECOMMENDATION \$400,000.
2. SOURCE OF FUNDING: Fund 527, Appn 7459 – Airport Preventative Pavement Maintenance, - \$416,000.

FISCAL IMPACT: The recommendation will have no impact on the General Fund operating budget

FOR QUESTIONS CONTACT: Matthew Kazmierczak, Manager of Strategy and Policy for the Airport, at (408) 392-3640 or Janelle Adams at (408) 392-3611