



# Council Communication

Office of the City Manager

Date

August 20, 2007

Agenda Item No. 75

Roll Call No. 07-

Communication No. 07-513

Submitted by: Craig Smith, Aviation Director

## AGENDA HEADING:

Approving Grant Agreement Between the City of Des Moines and the Iowa Department of Transportation in the Amount of \$566,605 for Capital Improvements at the Des Moines International Airport.

## SYNOPSIS:

Recommend approval of a grant agreement with the City of Des Moines and the Iowa Department of Transportation for the Des Moines International Airport. The 2007 Iowa Legislature appropriated \$1.5 million to the Commercial Air Service Airport Infrastructure Fund for the fiscal year ending June 30, 2008, for improvements at all eight Commercial Service Airports within the State. Under the current distribution formula, each airport receives an equal share of one half of the total \$1.5 million. The remaining forty percent and ten percent of funds are divided based on passenger enplanements and cargo activity, respectively. The passenger enplanement and cargo data to be used will be the most current available from the Federal Aviation Administration (FAA). In this case it is for calendar year 2006. . This distribution formula is the same as last fiscal year and the Iowa Department of Transportation (IDOT) has stated they will use the FAA enplanement data from calendar year 2006 in order to process applications earlier than in previous years. This will provide the Des Moines International Airport \$566,605 for Fiscal Year 2008.

## FISCAL IMPACT:

Amount: Under the FY08 Commercial Air Service Infrastructure Grant Program the Des Moines International Airport is to receive \$566,605. There is no requirement for a local match.

Funding Source: It is anticipated that these grant funds will be used for all or part of the projects listed in the approved work plan.

## ADDITIONAL INFORMATION:

On March 6, 2007, by Resolution No. A07-24, the Airport Board approved the application for the FY 2007 Commercial Air Service Vertical Infrastructure Fund. The Iowa Transportation Commission approved the grant application for Des Moines International Airport with the following projects:

1. Construct New Airfield Vehicle Storage Building
2. Airport Terminal Modifications for EDS Deployment
3. Construct Sand/Chemical Storage Building

The Airport has submitted these various projects to allow funding flexibility based on need as funds are available and more accurate project costs can be determined. The Commercial Air Service Vertical Infrastructure Fund rules allow airports to fund all or parts of approved projects based on the needs of the individual airport.

On August 7, 2007, by Resolution No. A07-92, the Airport Board recommended the City Council approve the grant agreement between the City and IDOT.

**PREVIOUS COUNCIL ACTION(S): NONE**

**BOARD/COMMISSION ACTION(S):**

Date: August 7, 2007

Resolution Number: Airport Board A07-92

Action: Approval of the Grant Agreement Between the City of Des Moines and the Iowa Department of Transportation for FY 2008 Funding the Commercial Air Service Vertical infrastructure Fund.

**ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:**

City Council approval of the Grant Agreement, subject to legal review, between the City of Des Moines and the Iowa Department of Transportation for Fiscal Year 2008 Commercial Air Service Vertical Infrastructure Fund.