



AGENDA MEMORANDUM

One-reading ordinance for the City Council Meeting September 19, 2023

DATE: September 19, 2023

TO: Peter Zaroni, City Manager

FROM: Kevin Smith, Director of Aviation
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**FAA Airport Grant No. 71 Bipartisan Infrastructure Law (BIL)
(Public Law 117-58) of 2021 AIG Airport Infrastructure Grant & Airport Grant No. 70
Federal Aviation Administration AIP Grant Program
Corpus Christi International Airport (CCIA)**

CAPTION:

One-reading ordinance accepting Airport Grant No. 70 in the amount of \$945,525.00 from the Federal Aviation Administration ("FAA") for the Airport Improvement Program and accepting Airport Grant No. 71 in the amount of \$5,440,958.00 from the FAA Bipartisan Infrastructure Bill - Airport Infrastructure Grant Program; both FAA Grants will be used to make improvements to the Corpus Christi International Terminal Building and other Airport infrastructure; appropriating the FAA BIL Airport Infrastructure Grant into Fund 3020 Airport Capital Grant Fund; appropriating \$945,525.00 into Airport Grant Fund 3020; and appropriating \$604,551.00 to the Airport Capital Reserve Fund 3018.

SUMMARY:

This ordinance authorizes the appropriation of Airport Grant No. 71 for \$5,440,958.00 from the Federal Aviation Administration (FAA) Bipartisan Infrastructure Law (BIL) Airport Infrastructure Grant (AIG) and Grant 70 from Federal Aviation Administration AIP grant program for \$945,525.00. The grant supports the upcoming Terminal Rehabilitation Project and will replace aging facilities, increase terminal capacity, and improve energy efficiency.

BACKGROUND AND FINDINGS:

On July 7, 2022, the President signed the Infrastructure Investment and Jobs Act (Public Law 117-58) of 2021 referred to as the Bipartisan Infrastructure Law (BIL). The BIL includes multiple grant programs for airports to address aging infrastructure, terminal

capacity, energy efficiency, and other improvements. One such grant program is the Airport Infrastructure Grant (AIG), which is an annual grant process for eligible projects that will take place each year through FY 2026.

Funds from this grant will assist the funding of Terminal Building Rehabilitation Project construction. This project is currently under way with a completion date February 5, 2025. Renovations include improvements in all public restrooms, public central waiting areas, terminal roofing and windows, HVAC, cooling towers, and energy management systems, generator and switch gear, and other components. The terminal will be modernized with a Service Animal Relief Area (SARA), nursing mothers' room, and an outdoor patio, improving public areas and accessibility for passengers with different needs.

In accordance with grant requirements, acceptance and appropriation of this grant will include transferring \$709,610.00 from the unreserved fund balance of the Airport Operational Fund as a 10% grant local match.

ALTERNATIVES:

Accepting this grant will allow the City of Corpus Christi Aviation Department to fund and utilize expenditures for the Terminal Building Rehabilitation Project expenses. The primary alternative is to deny this grant and locally fund a portion of the project with airport fund balance.

FISCAL IMPACT:

Funding is available through acceptance and appropriation of Grant No. 71 for \$5,440,958.00 through the Airport Grant Fund(s) 3020; appropriating Airport Grant No. 70 in the amount of \$945,525.00 fund 3020; Additionally, \$709,610.00 will be transferred from the unreserved fund balance in the Airport Fund Balance 4610.

FUNDING DETAIL:

Fund:	Airport Grant Fund (3020)
Organization/Activity:	223021713020C – AIG Grant 71
Department #:	53
Project # (CIP Only):	22302
Account:	550910
Amount:	\$5,440,958.00

Fund:	Airport Capital Reserve Fund (3018)
Organization/Activity:	223021713018C
Department #:	53
Project # (CIP Only):	22302
Account:	550910
Amount:	\$604,551.00

Fund: Airport Grant Fund (3020)
Organization/Activity: 223021713020C – **AIP Grant 70**
Department #: 53
Project # (CIP Only): 22302
Account: 550910
Amount: \$945,525.00

Fund: Airport Capital Reserve Fund (3018)
Organization/Activity: 223021713018C
Department #: 53
Project # (CIP Only): 22302
Account: 550910
Amount: \$105,059.00

Total: \$7,096,093.00

RECOMMENDATION:

Staff recommends approval of this ordinance to appropriate grants No. 70 & No.71 totaling \$7,096,093.00.

The Airport Board recommended approval at their regularly scheduled Board Meeting.

LIST OF SUPPORTING DOCUMENTS:

Ordinance
Grant Letter and Agreement