



AGENDA MEMORANDUM

First Reading for the City Council Meeting of February 22, 2022
Second Reading for the City Council Meeting of March 08, 2022

DATE: February 22, 2022

TO: Peter Zaroni, City Manager

THRU: Steve Viera, Assistant City Manager
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FROM: Kevin Smith, Director of Aviation
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<p><u>FAA Concessions Rent Relief Airport Rescue Grant relief funds under the American Rescue Plan Act ("ARP Act"), Public Law 117-2, Section 7102.</u> Corpus Christi International Airport (CCIA)</p>

CAPTION:

Ordinance appropriating Airport Grant #66 for \$281,090.00 from the Federal Aviation Administration, pursuant to the American Rescue Plan Act ("ARPA"), to provide rent relief to eligible small and large in-terminal concessions in the amounts of \$224,872.00 and \$56,218.00, respectively, located at Corpus Christi International Airport; and amending the FY 2022 Operating Budget.

Summary:

This ordinance authorizes the appropriation of Airport Grant No. 66 for the amount \$281,090 from the United States Federal Aviation Administration (FAA) American Rescue Plan Act ("ARP Act") Concessions Rent Relief Airport Rescue Grant Program for providing relief from rent and minimum annual guarantees (MAG) to each eligible in-terminal airport concession at Corpus Christi International Airport, in accordance with the American Rescue Plan Act ("ARP Act"), Public Law 117-2, Section 7102.

BACKGROUND AND FINDINGS:

On March 11, 2021, the President signed the American Rescue Plan Act of 2021. The Act includes \$8 Billion in funds to be awarded as economic assistance to eligible U.S. Airports to prevent, prepare for, and respond to the COVID-19 pandemic.

FY 2022 Operating Budget must be amended as the grant will be applied to the Airports revenue account. This will assist City of Corpus Christi Aviation Department with expenditures for operating expenses, including relief from rent and minimum annual guarantees (MAG) for eligible airport concessions such as rental car companies at primary airports and for airport development-related costs associated with combating the spread of pathogens at the airport.

ALTERNATIVES:

Accepting this grant will allow the City of Corpus Christi Aviation Department to recover expenditures for operating expenses, including relief from rent and minimum annual guarantees (MAG) for eligible airport concessions at primary airports and for airport development-related costs associated with combating the spread of pathogens at the airport. Alternative funding to recover these costs are currently not available.

FISCAL IMPACT:

Funding is available through acceptance and appropriation of Grant No. 66 for \$281,090 through the Airport Grant Fund(s).

FUNDING DETAIL:

Funding details include:

Fund:	Airport Grant Fund (1055)
Mission Element:	274
Projects:	FAA Concessions Rent Relief Airport Rescue
Account:	548500
Activity:	690066F
Amount:	\$281,090

RECOMMENDATION:

Staff recommends approval of this ordinance to appropriate grant totaling \$281,090.

LIST OF SUPPORTING DOCUMENTS:

Ordinance
Grant Letter and Agreement