County

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Contra Costa

To: Board of Supervisors

From: Keith Freitas, Airports Director

Date: August 10, 2021

Subject: Grant Funds Available for Buchanan Field and Byron Airports from FAA through the American Rescue Plan

Act (ARPA).

RECOMMENDATION(S):

AUTHORIZE the Director of Airports to submit applications to the Federal Aviation Administration (FAA) for grants for capital improvement projects and/or operating revenue expenditures for Buchanan Field and Byron Airports to enable the County to participate in the economic stimulus funding specifically being made available to airports as part of the American Rescue Plan Act (ARPA) of 2021.

APPROVE and AUTHORIZE the Chair of the Board of Supervisors to sign one or more Statement of Acceptance, or similar document, to accept grant funds from the FAA as part of ARPA.

FISCAL IMPACT:

There is no negative impact on the General Fund. Grant funds would be deposited in the Airport Enterprise Fund and used to fund operations at Buchanan Field Airport and Byron Airports. The grants would not need to be repaid and would be subject to standard FAA grant assurances.

BACKGROUND:

✓ APPROVE	OTHER
№ RECOMMENDATION OF C	NTY ADMINISTRATOR RECOMMENDATION OF BOARD COMMITTEE
Action of Board On: 08/10/2021	✓ APPROVED AS RECOMMENDED ☐ OTHER
Clerks Notes:	
VOTE OF SUPERVISORS	
AYE: John Gioia, District I Supervisor Candace Andersen, District II	
Supervisor	I hereby certify that this is a true and correct copy of an action taken and entered on the minutes of the Board of Supervisors on the date shown.
Diane Burgis, District III Supervisor	ATTESTED: August 10, 2021
Karen Mitchoff, District IV Supervisor	Monica Nino, County Administrator and Clerk of the Board of Supervisors
Federal D. Glover, District V Supervisor	By: Stacey M. Boyd, Deputy
Contact: Keith Freitas (925)	

cc:

681-4200

The American	Rescue Plan Act	of 2021 (ARPA)	was passed by (Congress and

BACKGROUND: (CONT'D)

signed into law on March 11, 2021. As part of ARPA, \$8 billion in economic stimulus has been made available to airports, through the FAA, to support airports in the United States. The funding provides airports with funding to prevent, prepare for, and respond to the COVID-19 pandemic. The purpose of this board order is to ensure that Contra Costa County has the ability to apply for and accept ARPA funds for both County airports.

Typically, the FAA issues about \$3 billion in Airport Improvement Program (AIP) grants annually. In April 2020, the FAA issued \$10 billion in CARES Act relief funds, through which Contra Costa County accepted \$1,122,000 in grants for both Buchanan Field and Byron Airports. Then the FAA provided an additional \$2 billion in CRRSA relief funds to airports, where Buchanan Field and Byron Airports received a combined \$70,000. Now the FAA offered \$8 billion in new ARPA relieve funds.

Revenue at the County's airports is generated by ground leases, hangar rentals and usage fees. These revenues pay for the airports' operating expenses, including airport management, operations, and facility maintenance. Many of the airports' tenants are small businesses that have been negatively impacted by the economic fallout of the Coronavirus. As a result, staff anticipates County airports' revenues and cash flow will suffer until there is a complete economic recovery.

The grant funds being made available to airports under ARPA is money that the Airports Division can use to fund operations, including paying salaries. The FAA has already indicated it will make approximately \$148,000 and \$32,000 in ARPA grant funding available to Buchanan Field and Byron Airports, respectively.

Byron Airport and Buchanan Field Airport continue to be significant economic engines and to provide jobs growth opportunities for Contra Costa County. The grant funds available through ARPA will strengthen the ability of the County's airports to continue these trends during the next 12 months.

CONSEQUENCE OF NEGATIVE ACTION:

The County may not receive the FAA grant funding made available to Byron Airport and Buchanan Field by ARPA. This may result in lost economic and jobs opportunity for Byron Airport, Buchanan Field and Contra Costa County.