

3-25-21 FINANCE AND AUDIT COMMITTEE APPROPRIATION TRANSFERS
 C CAPITAL IMPROVEMENT- RECEIPT OF REVENUE

Action Required

Finance and Audit Committee
 2/3's County Board

WHEREAS, department requests for transfers within their own accounts have been received by the Department of Administrative Services, Fiscal Affairs, and the Director finds that the best interests of Milwaukee County will be served by allowance of such transfers;

THEREFORE, BE IT RESOLVED, that the Director, Department of Administrative Services, is hereby authorized to make the following transfers in the 2021 appropriations of the respective listed departments:

1)	<u>From</u>	<u>To</u>
<u>WA299 – GMIA Taxiway A Extension #</u>		
2699 – Other Fed Grants and Reimbursements	\$389,854	
9706 – Professional Services		\$119,805
4901 – Passenger Facility Charges Revenue		\$135,025
2299 – Other St Grants and Reimbursements		\$135,024

Existing Project, + Included in 5-Year Plan, * New Project

The Director of Transportation and the Airport Director request an appropriation transfer for project WA299 – GMIA Taxiway A Extension.

The purpose of this transfer is to:

- 1) Realign the revenue to 100% federal share for this project based on the grant award from the Federal Aviation Administration (FAA)
- 2) Increase the total budget by \$119,805 for the design phase to \$1,200,000 to match the FAA Airport Improvement Program (AIP) grant award.

Typically, FAA AIP projects are awarded at 75% federal, 12.5% state, and 12.5% local share. However, this project is being converted to 100% FAA federal funding as part of the 2020 Coronavirus Aid, Relief, and Economic Security Act (CARES Act) for certain capital infrastructure projects.

This fund transfer has no tax levy impact.

TRANSFERS SIGNED BY THE COUNTY EXECUTIVE FEBRUARY 19, 2021.

2)		<u>From</u>	<u>To</u>
	<u>WA392 – GMIA Runway 7R/25L Rehabilitation#</u>		
	2699 – Other Fed Grants and Reimbursements	\$2,433,702	
	8527 – Land Improvements - Cap		\$1,639,638
	4707 – Contribution from Reserves		\$396,717
	2299 – Other St Grants and Reimbursements		\$396,717

Existing Project, + Included in 5-Year Plan, * New Project

The Director of Transportation and the Airport Director request an appropriation transfer for project WA392 – GMIA Runway 7R/25L Rehabilitation (Design and Construction) to: 1) increase the available funding; 2) realign the revenue to account for funding mix for this project based on the grant awards from the Federal Aviation Administration (FAA).

The Federal Aviation Administration (FAA) Airport Improvement Program (AIP) grant increases the award to the airport by \$1,639,638 bringing the total project budget to \$10,600,000. Typically, FAA AIP projects are awarded at 75% federal, 12.5% state, and 12.5% local share; however, this project is being converted to the following:

- 1) A 100% FAA federal funded grant in the amount of \$4,903,344 as part of the 2020 Coronavirus Aid, Relief, and Economic Security Act (CARES Act),
- 2) A 75% Federal, 12.5% State and 12.5% local share FAA funded AIP grant totaling \$5,666,667 and 3) A 50% State and 50% local share state aid grant totaling \$29,989.

The overall total revenue funding sources for this capital project will be as follows: \$9,153,344 in federal dollars, \$723,328 in state dollars and \$723,328 in local share dollars for a project total of \$10,600,000.

Airport staff has indicated the local share of the project is being funded through the Airport Development Fund (ADF) reserve until FAA approval of a future Passenger Facility Charge (PFC) application that includes this project. Upon future approval of the PFC application, an additional appropriation transfer will be submitted to reflect the change in local funding source from ADF to PFC and allowing the Airport then to reimburse the ADF with PFC funds.

Additionally, Airport staff has stated the original budget and scope for this project included pavement rehabilitation for the entire length of Runway 7R-25L at GMIA. The degree of pavement rehabilitation for the east 1,100 feet of the runway was scaled back in the bid with an alternate bid due to uncertainty during pre-bid. After construction bids were received and reviewed with the FAA, additional grant funding was proposed by the FAA to replace the scaled back 1,100 feet with the full surface rehabilitation consistent with the entire length. The FAA was highly interested in expending resources in rehabilitating this runway pavement to the greatest extent possible. The increase in project budget through this proposed transfer captures the additional grant funding to complete the originally intended scope of this project.

This fund transfer has no tax levy impact.

TRANSFERS SIGNED BY THE COUNTY EXECUTIVE FEBRUARY 19, 2021.