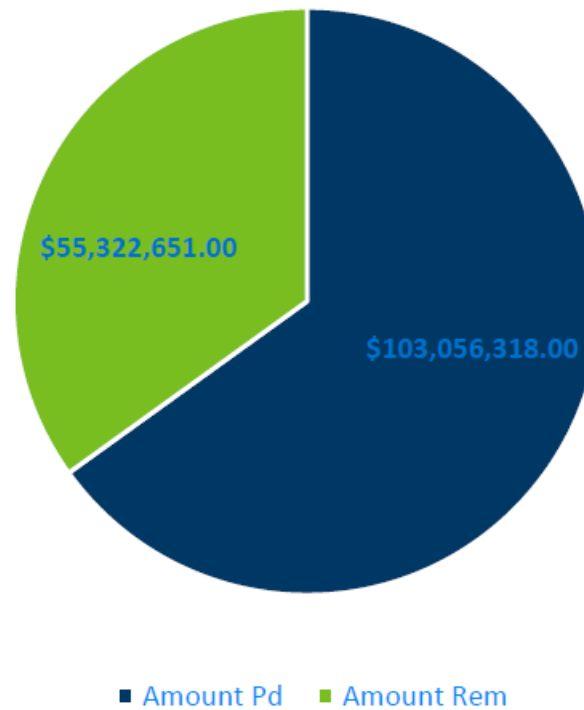


MCOA Board Update

Ryan Gaug | Assistant Director | Aeronautics

May 14, 2021

CARES Act Payments to Airports – 65% of Minnesota Funds Have Been Disbursed



- FAA has issued grants to airport sponsors
- MnDOT has sent required agency agreement to airport sponsors
- Reminder:

MnDOT's role is to accept reimbursement submittal and will submit them into Delphi system and once approved by FAA, issue the payments.

FAA's role is to make eligibility and documentation determinations

CARES and M&O

- Two phased approach to provide flexibility
 - Phase 1
 - Amendments to CARES and SFY21 M&O funding
 - Phase 2
 - Adjustments to eligibility of SFY 22 State M&O funding



Please review and read carefully!

Important grant updates from MnDOT

We are excited to announce that MnDOT and AirTAP are partnering to:

- Better communicate about changes to grant programs that are coming for the current and next state fiscal years (SFY 2021, which runs from July 1, 2020, to June 30, 2021, and SFY 2022, which runs from July 1, 2021, to June 30, 2022).
- More efficiently collect needed funding decisions based on those changes.

Over the coming weeks and months, we plan to email more information on the following topics:

- Most **CARES/SFY21 M&O** contracts expire on June 30, 2021. MnDOT will offer contract amendments to those airports that request more time to spend down their allocated funds.
- Introduction of the new **SFY22 M&O Flex Program**: This one-time program is being designed to give more flexibility, and more options, for how to spend your traditional SFY22 M&O allocation.
- Deadlines for updating your airport's **Capital Improvement Program** (CIP).
- MnDOT's annual **Funding Rates Letter**, which will be published later in May.
- Information regarding MnDOT's role in the FAA's [CRRSA](#) program.

Some of our communications will include a survey link to assist AirTAP and MnDOT in collecting your funding decisions. Only one response will be collected per airport, so please ensure your response is coordinated locally, as multiple contacts for your airport may receive this email if they exist in our database.

Thank you in advance for your participation!

Phase 1: CARES 1.0/SFY 21 State M&O

- For those airports that need/want more time and flexibility:
 - MnDOT will issue amendments to the current contracts, which are set to expire on June 30, 2021. The amendments will:
 - Match the expiration date of the CARES funds to the FAA's period of performance – 1460 days (4 years from issuance)
 - Provide an additional 6 months of eligibility (to December 31, 2021) for currently allocated but not-utilized SFY21 M&O funds
 - Allow some time to submit final SFY21 Reimbursement Request – on or about Feb 15th, 2022
 - After Feb 15th, MnDOT should be in a position to identify true state funding savings that resulted from the CARES program
 - MnDOT will seek MCOA input to help determine where to invest those identified funds

Phase 2: SFY22 State M&O “Flex Fund”

- Funds will be allocated as is typical using current methods
- MnDOT is proposing that airports be allowed to “flex” these funds and apply them to items never before allowed
- This would mean airports could potentially chose to use their allocation in one or more of the following areas:
 - Traditional M&O
 - Cover local share of state or federal development grant (up to statutory limits)
 - Equipment purchase
 - Navigational System project
 - Project listed on the state’s CIP that did not get greenlined, and possible has not for several years due to low scoring

Calendar (subject to adjustments)

- CARES/SFY 21 M&O Extensions AirTAP email/survey – next week
 - Response by **May 21**
- Rates letter by **May 28**
- SFY 22 M&O Flex Program AirTAP email/survey week of **May 24**
 - Responses will be less time sensitive, but selections for 100% M&O should be made quickly
- CIP can be adjusted until **June 4**
- SFY 22 grant offers (green line list) late **June / early July**