JAN ADO Presentation to

The MISSISSIPPI AIRPORTS ASSOCIATION

2025 Annual Conference



FUNDING PROGRAMS AND RELATED ITEMS OF INTEREST

Acronyms (1 of 2)

- AIP Airport Improvement Program
- PFC Passenger Facility Charge
- IIJA Infrastructure Investment & Jobs Act
- AIG IIJA Airport Improvement Grant
- ATP IIJA Airport Terminal Program
- FCT IIJA Federal Contract Tower Program

Acronyms (2 of 2)

- NOFO Notice of Funding opportunity
- GA General Aviation
- ACIP/CIP Airport Capital Improvement Plan
- FY Fiscal Year
- NPIAS National Plan of Integrated Airport Systems

FY25 Mississippi Funding

- TOTAL Federal Funds = \$83,093,613
- Discretionary Grants = \$31,695,051
- IIJA Grants = \$28,169,077
- AIP Entitlement Grants = \$23,229,485

Funding Types (1 of 2)

AIP Entitlement

- AIP Discretionary
- Supplemental Discretionary
- (a) Community Development Grants
- (b) Competative Grants (NOFO)
- (b.1) NOFO provides criteria for consideration in application

Funding Types (2 of 2)

PFC – available only at airports with scheduled service

IIJA AIG

IIJA ATP

IIJA FCT

AIP

- (1) The 5-year AIP Authorization goes from 2024 through 2028.
- Which means
- (a) we will be able to do multi-year grants and
- (b) Congress will be working on AIP appropriations, but not reauthorization.
- (2) 2026 Appropriation for AIP is expected to be \$4 Billion.

AIP

• (3) 2026 Appropriation for Supplemental Discretionary = Yet to be decided.

AIP Entitlement (1 of 2)

- Federal Register Notice for AIP Entitlement published in January for the fiscal year.
 - March Carry over entitlement for all airports that did not submit intent to use entitlement (a preapplication).
 - May Application, based on bids, due for all entitlement-only grants.
 - June Carryover all entitlement funds for sponsors that do not have application based on bid.

AIP Entitlement (2 of 2)

- Entitlement amounts are basically the same as last year.
- Entitlement rules unchanged from prior years.
- Airside needs must be met before doing revenue generating projects with AIP funds.

AIP Discretionary (1 of 2)

- Funds are tight. No guarantee that a discretionary project will get funded.
- Planning for discretionary funds begins two to three years before the target funding year.
- Coordinate closely with your FAA Program Manager when planning a discretionary funding request.

AIP Discretionary (2 of 2)

 Due to tight funds, coordinate with your Program Manager on appropriate bid open dates for discretionary.

Don't open bids too early on discretionary grants.

Supplemental Discretionary

- All Supplemental Discretionary projects must still be AIP eligible and follow all procurement requirements of regular AIP.
- Community Development projects specifically named in legislation do not require full justification as they would under other AIP funding.
- Competitive (NOFO) Supplemental
 Discretionary projects are usually identified by June, if there are any funds.

PFC

- PFC is a source of funding for air carrier airports.
- Only seven airports in Mississippi collect and expend PFC funds.
- PFC funds generally follow AIP eligibility except with slightly expanded eligibility for terminal building work.

IIJA Grants General info

- Standard Airport Sponsor Assurances, which require airports to meet standards and specifications approved by the FAA, apply to IIJA grants.
- Airside needs test does not have to be met to use IIJA grants to fund revenue producing projects.

IIJA AIG

- AIG funds are available year round.
- federal share same as AIP.
- AIG funds for primary airports distributed by formula
- AIG funds for GA airports based on NPIAS classification
- FY26 is last new AIG money.
- AIG money has four years to be obligated.

IIJA ATP

- Competitive process must apply each year.
- ATP NoFo advertises in late Summer.
- Project eligibility for terminal projects in line with PFC.
- Must meet all AIP procurement requirements
- Federal share is 95%
- FY26 is the last year for ATP

IIJA FCT

- Competitive process must apply each year
- FCT NoFo publishes in late Summer
- Over \$20M available for grants for tower construction, replacement, or refurbishment to sponsors participating in the FAA Contract Tower Program.
- Must meet all AIP procurement requirements
- Federal share is 100%

Companion Grants

For using different fund types for one project.

 FAA requires a useable unit of work, which may not always fit in one pot of money.

 Grants are a percentage of a useable unit of work.

Companion Grants

- All eligible project costs are distributed between the companion grants based on the proration as described in the grant offers.
- always enter reimbursement requests for each companion grant at the same time.
- The invoice summary for each companion grant must include the invoiced cost, eligible cost, any non-eligible cost, the Federal share and local match.

Contract Provisions

- Procurements made under AIP or IIJA must adhere to the provisions outlined in <u>Title 2</u> <u>CFR part 200</u>. Sections 200.317-200.326 address procurement standards.
- a sponsor must apply these standards to their procurement actions in order to maintain eligibility under AIP or IIJA.
- Applies to procurements for construction, equipment and selection of professional services.

Contract Provisions

 Contract Provisions Guide is available online at faa.gov\Airports\AIP\Procurement.

 It is still up to Airport Sponsor/Consultant to be sure latest changes in laws are being followed.

Period of Performance (POP)

- Sponsors have only four years to incur all expenses under a grant
- Sponsors then have 90 days to submit final invoices after the end of the POP.
- Any request for extensions must be filed a minimum 30 days before the end of the period of performance. Do NOT miss these dates. The airport is stuck with any expenses incurred after the POP end date.

QUESTIONS???

Check out FAA.GOV website

Reach out to your FAA Program Manager

 Reach out to your State's Aeronautics Division