

City of Fayetteville Staff Review Form

City Council Agenda Items
and
Contracts, Leases or Agreements

1/17/2012

City Council Meeting Date
Agenda Items Only

Ray Boudreaux Aviation Transportation
Submitted By Division Department

Action Required:

Approval to apply for and accept a grant from the Arkansas Department of Aeronautics for an 80/20 Grant to rehabilitate the former AATC hangar building.

REVENUE		
\$224,000.00	\$ -	Hangar Rehab
Cost of this request	Category / Project Budget	Program Category / Project Name
5550.0955.6805.00	\$ -	Airport Revenue
Account Number	Funds Used to Date	Program / Project Category Name
12002 1	\$ -	Airport
Project Number	Remaining Balance	Fund Name

Budgeted Item

Budget Adjustment Attached

Ray Gully 12-30-11 Previous Ordinance or Resolution # _____
Department Director Date

Chris Kelly 1-3-12 Original Contract Date: _____
City Attorney Date

Paul a. Becher 1-3-2012 Original Contract Number: _____
Finance and Internal Services Director Date

Don Man 1-4-2012 _____
Chief of Staff Date

Arnold Jordan 1/4/12 _____
Mayor Date

Received in City Clerk's Office 2-30-11 P02:01 RCVD
Kim G.

Received in Mayor's Office
ENTERED
1/3/12
PH

Comments:

City Council Meeting of: January 17, 2012
Agenda Item Number:




AVIATION DIVISION
FAYETTEVILLE EXECUTIVE AIRPORT • DRAKE FIELD

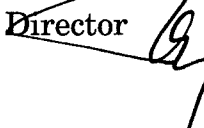
CITY COUNCIL AGENDA MEMO/STAFF CONTRACT REVIEW MEMO

TO: Mayor Jordan

THRU: Chief of Staff

THRU: Staff/Contract Review Committee

THRU: Terry Gulley, Transportation Director 

FROM: Ray M. Boudreaux, Aviation Director 

DATE: December 29, 2011

SUBJECT: Approval of Application to the Arkansas Aeronautics Commission for an 80/20 Grant to rehab the former Arkansas Aviation Technology Center Hangar for South Delta Aviation, Inc. to conduct aviation business in the building.

RECOMMENDATION: Approve Airport Administration application to the Arkansas Aeronautics Commission for an 80/20 grant for an estimated project cost of \$280,000.00 for the rehab of the former Arkansas Aviation Technology Center (AATC) Hangar for South Delta Aviation, Inc. Signature of the Mayor on the Grant Application

BACKGROUND: The former AATC Hangar has been empty since 2007 when the school was taken over by the NWACC. The school was started around 1998 with help from State Aeronautics and the State Economic Development Administration. The City Building Maintenance did most of the construction to remodel the building with classrooms and labs for the school following a design provided by the U of A. We have a tenant for the building that will have an aviation related business that buys and sells aircraft and conducts maintenance on aircraft. The school modifications must be removed so that the aviation business can use the hangar as it was originally designed. The tenant has signed a lease for the building pending the improvements that will be accomplished with this project.

BUDGET IMPACT: The project will be funded by an 80/20 grant from the Arkansas Aeronautics Commission approximately \$280,000.00 total cost. The

Airport Fund will be obligated to fund the 20% match which could amount to approximately \$56,000.00. The Airport Board approved the project at their December 2011 meeting.

Attachments: Staff Review
Arkansas Aeronautics Commission Grant Application
Lease with South Delta Aviation, Inc.

RESOLUTION NO. _____

A RESOLUTION AUTHORIZING APPLICATION FOR AND ACCEPTANCE OF AN ARKANSAS DEPARTMENT OF AERONAUTICS 80/20 GRANT IN THE AMOUNT OF \$224,000.00 FOR IMPROVEMENTS TO THE FORMER AATC HANGAR BUILDING AT DRAKE FIELD

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF FAYETTEVILLE, ARKANSAS:

Section 1. That the City Council of the City of Fayetteville, Arkansas hereby authorizes application for and acceptance of an Arkansas Department of Aeronautics 80/20 Grant in the amount of \$224,000.00 for improvements to the former AATC hangar building at Drake Field.

PASSED and APPROVED this 17th day of January, 2012.

APPROVED:

ATTEST:

By: _____
LIONELD JORDAN, Mayor

By: _____
SONDRA E. SMITH, City Clerk/Treasurer

State Airport Aid Application – Page 1

The City/County of Fayetteville, Washington County Arkansas, herein called "Sponsor", hereby makes application to the Arkansas Department of Aeronautics for State funds pursuant to Act 733 of 1977, for the purpose of aiding in financing a project for the development of a municipal airport located in the city of Fayetteville, Arkansas, Washington County.

Date of Request: January, 2012
Name of Airport: Fayetteville Executive Airport, Drake Field

Name and address of City/County Commission
sponsoring request:

Lioneld Jordan, Mayor
City Of Fayetteville

Phone Number: 479-575-8330
Fax Number: 479-575-8257

Person to Contact about project:

Ray M. Boudreaux, Director
Drake Field

Phone Number: 479-718-7642
Cell Number: 479-601-3520
Fax Number: 479-718-7646

Name and address of Engineering Firm
(if applicable):

McClelland Consulting Engineers
1810 N. College
Fayetteville, AR 72703

Contact Person: Wayne Jones

Phone/Fax Number: 479-443-2377/9241

Describe the work to be accomplished: Rehabilitation of hangar for Aviation Business, South Delta Aviation, Inc. Project includes removing modifications made to the building for the former Arkansas Aviation Technical Center, repair and motorization of hangar doors, paint and floor coverings and fire code compliance.

State and Local Project Costs:
Please indicate:

- 50-50% Match
- 80-20% Match
- 90-10% Match
- 100%

Total Cost of Project \$280,000.00
Local Share/Funds \$56,000.00
Local Share/In-Kind _____
State Share \$224,000.00

Federal AIP Projects:

AIP Number: _____

- 95-5% Match

Total Cost of Project: _____
Federal Share: _____
State Share: _____
Local Share: _____

State Airport Aid Application – Page 2

Provide the information listed below as it applies to your project:

Funding:

Source of Funds: Arkansas Department of Aeronautics and Fayetteville Executive Airport, Drake Field

Fund Balance _____

Source of In-Kind Services: _____

Estimated starting date of project: March 1, 2012

Estimated completion date of project: May 31, 2012

Project will be for: New Airport Existing Airport

Is land to be leased or purchased? No

Description of land and cost per acre: _____

Provide the Federal AIP Grant Number (if applicable): _____

State Legislators for your area:

State Senator: Senator Sue Madison

State Representative: Representative Uvalde Lindsey

State Airport Aid Application – Page 3

The sponsor agrees to furnish the Arkansas Department of Aeronautics a copy of the legal instrument affecting use of the property for an airport. In application for a new landing site or expansion of existing facility, the FAA Form 7480-1, *Notice of Landing Area Proposal*, must be approved by the FAA before review for grant can be made by the State. Applications for hangar construction or renovation funds must include a signed lease agreement. This agreement must be in compliance with all FAA grant assurances. The application must be based on bids and include a calculated return on investment.

No land, hangars, or buildings purchased with State Grant funds may be sold or disposed of without State Aeronautics Commission prior approval. All requests for sale or disposal of property will be considered on an individual case basis. No hangar (funded by a grant from the Department of Aeronautics) shall be used for non-aviation purposes without State Aeronautics Commission prior approval. All requests for non-aviation use will be considered on a case-by-case basis. Failure to receive prior approval from A.D.A. concerning land and/or building use could result in the commission requesting grant refund from the Sponsor. Additionally, all hgr/building grant applications must include proof of insurance coverage.

No airport accepting State Grant funding may issue an Exclusive Rights lease.

All applications for navigational aids (such as NDB or ILS) must have FAA site approval before a state grant can be approved.

All Grant applications involving Federal Airport Improvement Program (AIP) funding must be accompanied by the approved FAA grant agreement with grant number assigned.

If this project is approved by the Arkansas Department of Aeronautics, and is accepted by the sponsor, it is agreed that all developments and construction shall meet standard FAA construction practices as outlined in the specifications of this agreement. Runways, Taxiways, Parking Ramps, etc. shall have a base and a thickness that will accommodate the weight of aircraft expected to operate at this airport.

All grant applicants (City and/or County) are totally responsible for compliance with all Federal, State, County, and City laws, Statutes, Ordinances, Rules, Regulations, and Executive Orders concerning contracts and purchases for which this grant is approved and issued.

It is understood and agreed that the sponsor shall start this project immediately upon award of grant. It is also agreed that this project shall be completed within one year from the date of acceptance of this grant by the Arkansas Department of Aeronautics. Applications for extension will be entertained if circumstances beyond the sponsor's control occur. Amendment requests are to be made only under extraordinary circumstances.

Funds will be disbursed according to Department procedures and final inspection of completed project (See payment instruction page). Payment of grant funds are contingent upon the Department's annual appropriation.

IN WITNESS WHEREOF, the sponsor has caused this Application for State Airport Aid to be duly executed in its name, this _____ day of _____, 20__.

Lioneld Jordan

Name of Sponsor

Authorized Signature

Mayor

Title

