

Item # 6

**City of Carson City
Agenda Report**

Date Submitted: 5/24/2007

Agenda Date Requested: 6/7/2007

Time Requested:

To: Board of Supervisors

From: Carson City Airport Authority

Subject Title: Action to approve and accept the 2007 Federal Aviation Administration Airport Improvement Grant in the approximate amount of \$5,000,000.00.

Staff Summary: The FAA has processed the Carson City Airport application for federal funding and requires Carson City to approve and accept the grant offer. This grant will be used as the second of two payments on the acquisition of approximately 25 acres of land as part of the Airport Master Plan which will re-align the runway farther from the homes on the east side of the Airport.

Type of Action Requested: (check one)
 Resolution Ordinance
 Formal Action/Motion Other (Specify)

Does This Action Require A Business Impact Statement: Yes No

Recommended Board Action: (I move that we) approve accept the 2007 Federal Aviation Administration Airport Improvement Grant in the approximate amount of \$5,000,000.00, and authorize appropriate city personnel to communicate such approval to the FAA and execute such documents as may be necessary to receive the funds on behalf of the Airport Authority.

Explanation for Recommended Board Action:
This item follows the June 2006 approval by the Board of Supervisors of the Land Purchase Agreement at the Airport, and the August 2006 approval by the Board of Supervisors of the acceptance of the FAA grant for the 1st half of the purchase payment. The land purchase was conditioned on receiving FAA funding for the purchase of the property. The land purchase was broken into 2 payments with a promissory note and deed of trust securing the second payment. The FAA Grant Offer is specified for the completion of the purchase of the land, as well as recovery of administrative costs. The FAA Grant Offer is being made earlier this year so as to save money on interest payments otherwise due on the purchase. The Grant Offer needs to be accepted and returned to the FAA prior to us being able to draw down the funds and pay off the note.

The Carson City Airport Authority has the 5% matching funds for the grant and will provide them.

Applicable Statue, Code, Policy, Rule or Regulation: Statutes of Nevada, Chapter 844.