

1 [Accept and Expend Grant - Federal Aviation Administration - ACRGP Funds - Operating
2 Expenses of the Airport Commission and Concessionaire Relief - Up to \$46,543,901]

3 **Resolution authorizing the Airport Commission to accept and expend one or more**
4 **grants in the amount of up to \$46,543,901 plus additional amounts up to 15% of the**
5 **original grant amount that may be offered, from the Federal Aviation Administration,**
6 **including up to \$40,594,314 for certain general airport purposes and up to \$5,949,587**
7 **for the purpose of providing financial relief to eligible airport concessions, for a period**
8 **of up to four years from the date of grant acceptance, contingent on receipt by the**
9 **Airport Commission of one or more grant offers from the Federal Aviation**
10 **Administration.**

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12 WHEREAS, The onset of COVID-19, a new coronavirus causing severe upper
13 respiratory illness, has resulted in a substantial decrease in passenger levels and revenues at
14 the San Francisco International Airport (the "Airport") in Fiscal Years 2019-2020 and 2020-
15 2021; and

16 WHEREAS, The federal Coronavirus Response and Relief Supplemental Appropriation
17 Act (CRRSAA) provides \$2 billion in economic relief funds for eligible airports and eligible
18 concessions at those airports affected by the COVID-19 public health emergency; and

19 WHEREAS, The CRRSAA also requires the Federal Aviation Administration (FAA) to
20 allocate airport funding remaining from the Coronavirus Aid, Relief, and Economic Security
21 Act to primary airports based on the most recent calendar year of available data; and

22 WHEREAS, The FAA has established the Airport Coronavirus Response Grant
23 Program (ACRGP) to award and administer such relief funds; and

24 WHEREAS, The ACRGP does not require matching funds from the City; and
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1 WHEREAS, The Airport expects to be allocated a total of up to \$46,543,901 of ACRGP
2 funding, including (1) up to \$40,594,314 for airport costs related to operations, personnel,
3 cleaning, sanitization, janitorial services, combating the spread of pathogens at the airport,
4 and debt service payments (the General Purpose Funding), and (2) up to \$5,949,587 for
5 providing relief from rent and minimum annual guarantees (MAG) to eligible on-airport car
6 rental, on-airport parking, and in-terminal airport concessions (the Concessions Relief
7 Funding); and

8 WHEREAS, As a condition to receipt of ACRGP funding, the City must continue to
9 employ, through February 15, 2021, at least 90 percent of the number of individuals employed
10 (after making adjustments for retirements or voluntary employee separations) at the Airport as
11 of March 27, 2020; and

12 WHEREAS, The grant period for the ACRGP funding is four years from the date of
13 grant acceptance; and

14 WHEREAS, FAA will distribute the ACRGP funding on a reimbursement basis for
15 eligible expenditures; and

16 WHEREAS, On March 2, 2021, pursuant to Resolution No. 21-0047, the Airport
17 Commission authorized the Airport Director to accept and expend the ACRGP funding; and

18 WHEREAS, Under Administrative Code, Section 10.170-1, the acceptance and
19 expenditure of federal, state, or other grant funds in the amount of \$100,000 or more is
20 subject to the approval by resolution of the Board of Supervisors; and

21 WHEREAS, Acceptance and expenditure of these grants do not require an Annual
22 Salary Ordinance amendment; and

23 WHEREAS, Up to 2% of the Concessions Relief Funding may be used to cover the
24 Airport Commission's costs to administer the concessions relief; and

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1 WHEREAS, The Airport Commission proposes to maximize use of available grant
2 funds on program expenditures by seeking available reimbursement for its direct costs of staff
3 administering the concessions relief, up to 2% of the Concessions Relief Funding, but not
4 including any indirect costs in the grant budget; now, therefore, be it

5 RESOLVED, That the Airport Commission is hereby authorized to accept and expend
6 ACRGP funding from FAA in the amount of up to \$46,543,901, plus additional amounts up to
7 15% of the original grant amount that may be offered, including up to \$40,594,314 of General
8 Purpose Funding and up to \$5,949,587 of Concessions Relief Funding, contingent on receipt
9 by the Airport Commission of a grant offer from FAA for ACRGP funding consistent with this
10 Resolution; and, be it

11 FURTHER RESOLVED, That the Board of Supervisors hereby authorizes recovery of
12 direct costs of Airport Commission staff administering the concessions relief, up to 2% of the
13 Concessions Relief Funding; and, be it

14 FURTHER RESOLVED, That, to the extent necessary, the Board of Supervisors
15 hereby waives inclusion of indirect costs in the grant budget; and, be it

16 FURTHER RESOLVED, That the Airport Commission is hereby authorized to accept
17 and expend the grant funds pursuant to Administrative Code, Section 10.170-1; and, be it

18 FURTHER RESOLVED, That the Airport Director is authorized to enter into one or
19 more grant agreements with the FAA on behalf of the City for acceptance of the ACRGP
20 funds authorized by this Resolution; and, be it

21 FURTHER RESOLVED, That the authorizations contained in this Resolution are
22 contingent on receipt by the Airport Commission of one or more grant offers from FAA
23 consistent with this Resolution; and, be it

1 FURTHER RESOLVED, That within thirty (30) days of each such grant agreement
2 being fully executed by all parties, the Airport Commission shall provide a copy to the Clerk of
3 the Board of Supervisors for inclusion in the official file.

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Recommended:

/s/_____

Department Head

Approved: /s/_____

Mayor

Approved: /s/_____

Controller



City and County of San Francisco

Tails
Resolution

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

File Number: 210219

Date Passed: March 23, 2021

Resolution authorizing the Airport Commission to accept and expend one or more grants in the amount of up to \$46,543,901 plus additional amounts up to 15% of the original grant amount that may be offered from the Federal Aviation Administration, including up to \$40,594,314 for certain general Airport purposes and up to \$5,949,587 for the purpose of providing financial relief to eligible Airport concessions, for a period of up to four years from the date of grant acceptance, contingent on receipt by the Airport Commission of one or more grant offers from the Federal Aviation Administration.

March 17, 2021 Budget and Finance Committee - RECOMMENDED

March 23, 2021 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Haney, Mandelman, Mar, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 210219

I hereby certify that the foregoing Resolution was ADOPTED on 3/23/2021 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

London N. Breed
Mayor

Date Approved