

AIRPORT COMMISSION

CITY AND COUNTY OF SAN FRANCISCO

RESOLUTION NO. 20-0054

AUTHORIZATION TO ACCEPT AND EXPEND FEDERAL AVIATION ADMINISTRATION GRANT FUNDS FOR THE CONTINUATION AND EXPANSION OF THE NOISE INSULATION PROGRAM, IN THE AMOUNT OF \$7,000,000, PLUS ADDITIONAL AMOUNTS UP TO 15% OF THE ORIGINAL GRANT AMOUNT THAT MAY BE OFFERED

- WHEREAS, the continuation and expansion of the Noise Insulation Program (NIP) at San Francisco International Airport (Airport) is eligible for federal assistance under the Federal Aviation Administration (FAA) Airport Improvement Program (AIP); and
- WHEREAS, the AIP provides for reimbursement of up to 80% of the allowable noise insulation related project costs; and
- WHEREAS, the Airport Director has filed a grant application to seek federal assistance under the AIP in an estimated amount of \$7,000,000 for the continuation and expansion of the NIP; and
- WHEREAS, approval of the San Francisco Board of Supervisors is required to accept and expend grants in the amount of \$100,000 or more; now, therefore, be it
- RESOLVED, that, upon receipt by the Airport of an AIP Grant Offer from the FAA for the continuation and expansion of the NIP, the Airport Commission authorizes the Airport Director to accept and expend the grant funds, in an amount estimated to be \$7,000,000, plus additional amounts up to 15% of the original grant amount that may be offered during Federal Fiscal Year 2020 or such later Federal Fiscal Year as determined by the Director based on the project implementation schedule, and to execute the related grant agreement; and, be it further
- RESOLVED, that the Commission Secretary, for and on behalf of and in the name of the Airport Commission, is authorized and directed to seek the approval of the San Francisco Board of Supervisors to accept and expend the grant funds under Section 10.170-1 of the San Francisco Administrative Code.

*I hereby certify that the foregoing resolution was adopted by the Airport Commission
at its meeting of* _____

MAR 17 2020


Secretary



San Francisco International Airport

MEMORANDUM

March 17, 2020

TO: AIRPORT COMMISSION
Hon. Larry Mazzola, President
Hon. Eleanor Johns
Hon. Richard J. Guggenlime
Hon. Malcolm Yeung

20-0054

MAR 17 2020

FROM: Airport Director

SUBJECT: Authorization to Accept and Expend Federal Aviation Administration Grant Funds for the Continuation and Expansion of the Noise Insulation Program in the Amount of \$7,000,000

DIRECTOR'S RECOMMENDATION: ACCEPT AND EXPEND FEDERAL AVIATION ADMINISTRATION GRANT FUNDS FOR THE CONTINUATION AND EXPANSION OF THE NOISE INSULATION PROGRAM, IN THE AMOUNT OF \$7,000,000, PLUS ADDITIONAL AMOUNTS UP TO 15% OF THE ORIGINAL GRANT AMOUNT THAT MAY BE OFFERED.

Executive Summary

In Federal Fiscal Year (FFY) 2020, San Francisco International Airport (Airport) anticipates receiving Federal Aviation Administration (FAA) Airport Improvement Program (AIP) grant funds for certain eligible projects. The proposed Resolution authorizes the acceptance and expenditure of AIP grant funds for the continuation of the Airport's Noise Insulation Program (NIP), in the amount of \$7,000,000, plus any additional amounts offered by the FAA, not to exceed 15% of the original grant amount.

Background

Since the early 1980s, the Airport has made significant efforts to minimize the impact of aircraft noise in neighboring communities through acoustic treatment of eligible properties. In 1983, the Airport became the first airport in the nation to receive an FAA grant for noise insulation. In 1992, the Airport entered into a Memorandum of Understanding with neighboring cities and the County of San Mateo to insulate eligible properties. The NIP was subsequently expanded through the implementation of a supplemental program in 2000. The supplemental program was completed in 2008. All NIP work until then was managed by the local communities and all the costs were paid with Airport funds and FAA grants. In 2008, the Airport started managing the NIP directly.

On October 3, 2017, by Resolution No. 17-0240, the Commission approved the implementation of the Replacement and Second Chance Acoustic Treatment Initiatives. These initiatives provide for (1) the replacement of failed noise insulation of properties previously insulated under the NIP (Replacement Initiative); and (2) the acoustic treatment of eligible properties not previously insulated because owners did not participate in the NIP (Second Chance Initiative). The Replacement Initiative is funded through the Airport's Operating Budget. The Second Chance Initiative is funded with a combination of Airport funds and FAA grants covering up to 80% of the allowable noise insulation costs.

THIS PRINT COVERS CALENDAR ITEM NO. 10

AIRPORT COMMISSION CITY AND COUNTY OF SAN FRANCISCO

LONDON N. BREED
MAYOR

LARRY MAZZOLA
PRESIDENT

ELEANOR JOHNS

RICHARD J. GUGGENHIME

MALCOLM YEUNG

IVAR C. SATERO
AIRPORT DIRECTOR

Scope of Work

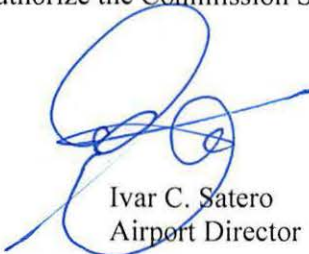
The Airport plans to use the estimated \$7,000,000 FAA grant together with an estimated \$5,500,000 Airport funds to insulate approximately 80-100 properties as part of the NIP's Second Chance Initiative. To be considered for insulation, properties must be located within the 65-decibel Noise Exposure Map or be part of contiguous neighborhoods partially within this area and must meet all other FAA eligibility requirements. The scope of work will include outreach and analysis to confirm each property's eligibility, acoustical testing, and design and construction of noise insulation improvements.

The attached Resolution authorizes acceptance and expenditure of grant funds during FFY 2020 or a later FFY as determined by the Director based on the project implementation schedule.

If approved by the Commission and if offered grant funding by the FAA, the Airport will seek the approval of the San Francisco Board of Supervisors (Board) to accept and expend the grant. Board approval is required for grants exceeding \$100,000 under Section 10.170-1 of the San Francisco Administrative Code.

Recommendation

I recommend the Commission adopt the attached Resolution authorizing the acceptance and expenditure of FAA AIP grant funds for the continuation and expansion of the Airport's NIP, in an amount of \$7,000,000, plus additional amounts up to 15% of the original grant amount that may be offered. Staff will return to the Commission if the resulting grant offer exceeds 15% of the original grant amount. I further recommend that the Commission authorize the Commission Secretary to seek approval from the Board to accept and expend the grant.



Ivar C. Satero
Airport Director

Prepared by: Leo Fermin
Chief Business and Finance Officer

Attachment