

1 [Accept and Expend Grant - Federal Aviation Administration - Airport Infrastructure Grant -  
2 \$90,972,120]

3 **Resolution authorizing the Airport Commission to accept and expend a grant in an**  
4 **amount not to exceed \$90,972,120 and any additional amounts up to 15% of the original**  
5 **grant, that may be offered from the Federal Aviation Administration for the**  
6 **implementation of the Recycled Water System Project, for the period of October 1,**  
7 **2023, through September 30, 2028, contingent on receipt by the Airport Commission of**  
8 **a grant offer from the Federal Aviation Administration.**

9  
10 WHEREAS, The Bipartisan Infrastructure Law (“BIL”), enacted on November 15, 2021,  
11 provides approximately \$25 billion in federal funding for the National Aerospace System over  
12 a five-year period; and

13 WHEREAS, Approximately \$15 billion has been granted to provide grants to eligible  
14 U.S. airports for airport infrastructure projects that address the aging infrastructure of the  
15 nation’s airports; and

16 WHEREAS, The Recycled Water System Project (“Recycled Water System Project”) to  
17 be implemented at San Francisco International Airport (the “Airport”) is eligible for federal  
18 grant assistance under the BIL; and

19 WHEREAS, The Federal Aviation Administration (“FAA”) has established the Airport  
20 Infrastructure Grants Program (“AIG”) to administer this funding; and

21 WHEREAS, The San Francisco Airport Commission (the “Airport Commission”) has  
22 approved the Recycled Water System Project, which involves constructing a new Advanced  
23 Water Treatment Plant at the Airport’s Mel Leong Treatment Plant; and

24 WHEREAS, The AIG provides for reimbursement of up to 75% of the eligible airport  
25 infrastructure project costs; and

1           WHEREAS, The Airport Director has filed a grant application to seek federal grant  
2 assistance under the AIG during federal Fiscal Year 2023-2024 in an estimated amount of  
3 \$90,972,120 for the implementation of the Recycled Water System Project; and

4           WHEREAS, On January 16, 2024, pursuant to Resolution No. 24-0003, the Airport  
5 Commission approved the acceptance and expenditure of such grant funds; and

6           WHEREAS, Under San Francisco Administrative Code, Section 10.170-1, the  
7 acceptance and expenditure of federal, state, or other grant funds in the amount of \$100,000  
8 or more is subject to the approval by Resolution of the Board of Supervisors; and

9           WHEREAS, Acceptance and expenditure of this grant does not require an Annual  
10 Salary Ordinance amendment; and

11           WHEREAS, The Airport Commission proposes to maximize use of available grant  
12 funds on program expenditures by not including indirect costs in the grant budget; now,  
13 therefore, be it

14           RESOLVED, That the Airport Commission is hereby authorized to accept and expend  
15 an FAA AIG grant in an amount not to exceed \$90,972,120 and any additional amounts up to  
16 15% of the original grant amount, that may be offered by the FAA; and, be it

17           FURTHER RESOLVED, That the Board of Supervisors hereby waives inclusion of  
18 indirect costs in the grant budget; and, be it

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

21           FURTHER RESOLVED, That the Airport Director is authorized to enter into the AIG  
22 grant agreement with the FAA on behalf of the City; and, be it

23           FURTHER RESOLVED, That the authorizations contained in this Resolution are  
24 contingent on receipt by the Airport Commission of a grant offer from the FAA for an FAA AIG  
25 grant consistent with this Resolution.

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

Recommended:

\_\_\_\_\_/s/\_\_\_\_\_  
\_\_\_\_\_

Department Head

Approved: \_\_\_\_\_/s/\_\_\_\_\_

Mayor

Approved: \_\_\_\_\_/s/\_\_\_\_\_

Controller