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

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

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

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

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

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

WHEREAS, The San Francisco Airport Commission (the "Airport Commission") has approved the Recycled Water System Project, which involves constructing a new Advanced Water Treatment Plant at the Airport's Mel Leong Treatment Plant; and

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

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

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

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

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

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

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

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

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

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

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

Recommended:

Approved: /s/

Mayor

/s/

Department Head

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: 240236 **Date Passed:** April 30, 2024

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

April 24, 2024 Budget and Finance Committee - RECOMMENDED

April 30, 2024 Board of Supervisors - ADOPTED

Ayes: 11 - Chan, Dorsey, Engardio, Mandelman, Melgar, Peskin, Preston, Ronen, Safai, Stefani and Walton

File No. 240236

I hereby certify that the foregoing Resolution was ADOPTED on 4/30/2024 by the Board of Supervisors of the City and County of San Francisco.

Angela Calvillo
Clerk of the Board

London N. Breed
Mayor

5/10/24
Date Approved