

MEMORANDUM

TO: CIP Committee

FROM: Cameron Humphres, Airport Executive Director

DATE: March 15, 2013

RE: Request for Capital Improvement Funds

Rapid City Regional Airport is requesting \$150,000 from the Rapid City CIP fund to match a \$5,000,000 FAA Airport Improvement Program (AIP) grant for a 2013 Runway Rehabilitation Project.

This project will involve a complete rehabilitation of both our primary commercial service and crosswind runways. Both runways underwent a significant rebuild in 1996; now, 17 years later, the runways require some repairs and rehabilitation to ensure continued serviceability, safety, and extend the useful life.

Although the airport budgets for capital projects, the FAA recently decreased the grant funding ratio from 95% to 90% doubling the local match on this project from \$250,000 to \$500,000. The Airport and an SD DOT grant will provide \$350,000; however, \$150,000 is still needed.

Therefore, I am respectfully requesting \$150,000 from the Rapid City CIP fund to match a \$5,000,000 FAA AIP grant to complete this critical project. The Airport does not anticipate needing future matching funds from CIP; budget changes will be implemented to offset the new funding formula.

Thank you for your time and consideration.

Sincerely,



Cameron Humphres, Executive Director