

Office of Aeronautics 222 E. Plato Blvd. St. Paul, MN 55107-1618

May 27, 2021

Subject: Airport Funding Rates

State Fiscal Year (FY) 2022 – effective July 1, 2021, through June 30, 2022

Dear Airport Sponsor:

Airport funding rates for the State Airports Fund (SAF) are required by statute to be set before June 1st of the previous fiscal year.

For State Fiscal Year (SFY) 2022, MnDOT's participation on state funded grants as well as the state matching share for Federal Aviation Administration Airport Improvement Program (FAA AIP) project grants will remain the same as SFY 2021. Please refer to the Addendum to the Airport Funding Rates Letter for the funding rates tables and additional supporting details.

Last year's Airports Funding Rates letter foreshadowed significant pandemic-related impacts to the State Airports Fund revenues for the SFY 2020/2021 biennium. This year, however, I am pleased to share that due to strong sales tax receipt on aircraft sales it appears the anticipated revenue shortfalls will not be realized.

A few key reminders and highlights for this year's letter:

- To help maximize use of federal pandemic-related funding, MnDOT is adjusting state programs and offering contract extension where needed. We've partnered with AirTAP to communicate these changes and to collect your decisions, where necessary.
- Please carefully review all grant contract provisions prior to signature, particularly as they relate to document submission requirements prior to grant execution and at close-out.
- As a reminder, state funds are not eligible for use on federally eligible items where a federal funding gap exists.

Sincerely,

Cassandra Isackson
Director, Office of Aeronautics