Approved By: \_

## PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS

## **AGENDA ITEM SUMMARY**

| Meetin  | g Date:  | August 25, 2020  | [X] | Consent<br>Workshop | []Regular<br>[]Public Hearing                                   |  |  |  |  |  |  |
|---|--|--|-----|---------------------|---|--|--|--|--|--|--|
| Submitted By: Department of Airports  |  |  |     |                     |   |  |  |  |  |  |  |
| I. EXECUTIVE BRIEF  |  |  |     |                     |   |  |  |  |  |  |  |
| Motion and Title: Staff recommends motion to:   |  |  |     |                     |   |  |  |  |  |  |  |
| (A)   | <b>adopt</b> a resolution approving an Amendment to the Public Transportation Grant Agreement (PTGA) with the Florida Department of Transportation (FDOT) increasing the original FDOT funding share by an additional \$4,531,938 and revising the total cost of the project for Concourse B Expansion at Palm Beach International Airport (PBI). This Amendment will become effective upon final execution by the FDOT with an expiration date of December 31, 2022;  |  |     |                     |   |  |  |  |  |  |  |
| (B)   | <b>approve</b> a Budget Amendment of \$17,531,938 in the Airport's Improvement and Development Fund to recognize the Passenger Facility Charge (PFC) transfer and appropriate \$9,063,876 in project costs, which includes the receipt of a grant from FDOT for \$4,531,938 and the PFC match of \$4,531,938. The remaining \$8,468,062 PFC funds will replace previously appropriated local funds, which will replenish reserves; and   |  |     |                     |   |  |  |  |  |  |  |
| (C)   | grant m  | •  | •   |                     | unt of \$13,000,000 for the local serves for funding previously |  |  |  |  |  |  |
| <b>Summary:</b> On May 5, 2020 the BCC adopted a Resolution (R-2020-0421) approving a PTGA (R-2020-0422) with the FDOT in the amount of \$10,468,062 or 50% of the eligible project costs, whichever is less for Concourse B Expansion at PBI under a multi-year funding plan. The FDOT has issued an Amendment to the PTGA as part of the second year funding, increasing the original funding share by an additional \$4,531,938 for a revised FDOT participation of \$15,000,000 bringing the revised total cost of the project to \$30,000,000. Since the acceptance of the initial portion of funding on May 5, 2020, the Department of Airports has obtained approval from the Federal Aviation Administration (FAA) for a PFC application which contains the funding to provide the local match for this project. As such, the majority of the local funding utilized as the initial match can be transferred back into Reserves. <b>Countywide (AH)</b> |  |  |     |                     |   |  |  |  |  |  |  |
| effor<br>prov<br>addi<br>cond<br>C ir<br>corr<br>Airp<br>traff  | <b>Background and Justification:</b> The Department of Airports is moving forward with this project in an effort to preserve the grant funding that has been programmed for several years. This project will provide for the construction/expansion of Concourse B at PBI. This expansion will provide for additional gate capacity, passenger queuing and seating and additional opportunities for enhanced concessions. The construction is expected to be similar to the expansion completed on Concourse C in 2009. Although passenger levels have recently declined sharply, this project and the corresponding funding has been planned for and programmed for many years. The Department of Airports is committed to the continuation of this project in order to be prepared for the return to normal traffic levels. The expansion of Concourse B provides for a logical increase in this capacity while enhancing the current facility layout. |  |     |                     |   |  |  |  |  |  |  |
|   | <ol> <li>Amer</li> <li>Copy</li> <li>Budge</li> </ol>  | :<br>ution – (2 originals)<br>Idment to Public Transportati<br>of Agenda Item 3F5 (R-2020<br>et Amendment<br>et Transfer |     |                     | riginals)<br>====================================               |  |  |  |  |  |  |

**County Administrator** 

## **II. FISCAL IMPACT ANALYSIS**

| A. Five Year Summary of Fiscal Impact:  |                   |              |               |              |              |  |  |  |  |  |  |
|---|-------------------|--------------|---------------|--------------|--------------|--|--|--|--|--|--|
| Fiscal Years  | 20 <u>20</u>      | 20 <u>21</u> | 20 <u>22</u>  | 20 <u>23</u> | 20 <u>24</u> |  |  |  |  |  |  |
| Capital Expenditures  | \$9,063,876       |              |               | ·            |              |  |  |  |  |  |  |
| Operating Costs External Revenues (Grants)  | (\$4,531,938)     |              |               |              |              |  |  |  |  |  |  |
| Program Income (County) In-Kind Match (County) NET FISCAL IMPACT  | \$4,531,938       |              |               |              |              |  |  |  |  |  |  |
| # ADDITIONAL FTE POSITIONS (Cumulative)   |                   |              |               |              |              |  |  |  |  |  |  |
| Is Item Included in the Current Budget?  Yes X No  Does this item include the use of federal funds? Yes No X  |                   |              |               |              |              |  |  |  |  |  |  |
| Budget Account No: Fund 4111 Department 121 Unit A394 Object 6504 Reporting Category  |                   |              |               |              |              |  |  |  |  |  |  |
| B. Recommended Sources of Funds/Summary of Fiscal Impact:   |                   |              |               |              |              |  |  |  |  |  |  |
| Approval of this item will result in an additional \$4,531,938 in grant Funds from the FDOT and a transfer of PFC's in the amount of \$13,000,000. Project costs will be increased by \$9,063,876; which includes the \$4,531,938 for the FDOT Grant along with the 50% local PFC match of \$4,531,938. The remaining \$8,468,062 PFC funds will replace previous local funds which will now be recognized in the reserves (R-2020-0421 & R-2020-0422). The total of this project is \$30,000,000 of which is funded by \$15,000,000 in FDOT Grants, \$13,000,000 in PFC Funds, and \$2,000,000 in local funding. |                   |              |               |              |              |  |  |  |  |  |  |
| III. REVIEW COMMENTS  |                   |              |               |              |              |  |  |  |  |  |  |
| A. OFMB Fiscal and/or Contr   | act Developme     | nt and Con   | rol Commen    | ts:          |              |  |  |  |  |  |  |
| Policy Pour 7   | 12020<br>100 1/23 | Con          | tract Dev. an | d Control    | 7/29/202     |  |  |  |  |  |  |
| B. Legal Sufficiency:   |                   |              |               |              |              |  |  |  |  |  |  |
| Assistant County Attorney   |                   |              |               |              |              |  |  |  |  |  |  |
| C. Other Department Review:   |                   |              |               |              |              |  |  |  |  |  |  |
| Department Director   |                   |              |               |              |              |  |  |  |  |  |  |

REVISED 11/17 (THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT)