





TDOT AERONAUTICS DEVELOPMENT UPDATE

MORATORIUM ON GRANTS FOR NEW OR REPLACEMENT FUEL FACILITIES USING STATE FUNDING

ATTENTION: Effective immediately and until further notice, the Aeronautics Division will be instituting a moratorium on grants for new or replacement fuel facilities at general aviation airports using **State funding** that exceeds the minimum amount to split the local/other match on Federal-aid grants.

This includes programmed projects that have been listed on FY2024 and FY2025 in the ACIP, but not already approved. Construction funding for projects currently under design or bidding are impacted as well if they meet the criteria above.

State grant funding for removal and mitigation of underground storage tanks (USTs) may still be requested, however funding for new or replacement fuel related facilities (tanks, pipes, pumps, self-service kiosk etc.) meeting the criteria above are being suspended.

Airport Maintenance Grant funding may still be used for fuel facility repairs and maintenance.

BACKGROUND

The Tennessee Aeronautics Commission (TAC) desires to reevaluate our <u>Policy</u> regarding the use of State funding on revenue producing projects such as fuel facilities. Other revenue producing projects, such as hangars, are ineligible for State funding that exceeds the minimum amount to split the local/other match on Federal-aid grants. The TAC and the Aeronautics Division want to assess how other revenue producing projects should be treated, or whether special exceptions should be allowed.

We will keep everyone up to date as this develops. The policy changes could take 3-6 months to implement. We apologize for any inconvenience this may cause.

Please direct any questions to your respective Program Monitors or Project Manager.