

# Legal Update

DAN REIMER, DSR LLC STEVEN OSIT, KAPLAN KIRSCH & ROCKWELL LLP JUNE 9, 2022

### Agenda

- Litigation Updates
- Regulatory Updates
- ▶ BIL and Other Federal Grants
- Continuing and Emerging Issues

#### Litigation

- ► AH Aero Services v. Heber City
- Atlantic Beechcraft Services v. FAA
- JSX v. Orange County
- Ogden Regional Airport Ass'n v. Ogden City Airport
- > Spokane Airport Board v. Experimental Aircraft Association
- ► Rock Creek Master Homeowner's Ass'n v. Jefferson County
- Health Freedom Defense Fund v. Biden

#### Regulatory

- Updated AIP Grant Assurances (May 2022)
  - ▶ 87 Fed. Reg. 19,571 (April 4, 2022)
- PFAS
  - Draft MIL-PRF-XX727
- SMS rulemaking
  - Supplemental Notice of Proposed Rulemaking (Aug. 2021)
- ACDBE rulemaking
  - Notice of Grant of Petition for Rulemaking (Oct. 2021)

#### INFRASTRUCTURE INVESTMENT AND JOBS ACT (PUBLIC LAW 117-58) AIRPORT GRANT PROGRAM

	Airport Infrastructure Grants (AIG)	Airport Terminal Program (ATP)
Citation	H.R. 3684, Div. J (Appropriations), Tit. VIII (Transportation, Housing and Urban Development, and Related Agencies)	
Total Amount	\$14.55B	\$4.85B
Annual Amount	FY22 - \$2.39B (Primary Airports)	FY22 - \$970M
	FY23 - \$2.39B	FY23 - \$970M
	FY24 - \$2.39B	FY24 - \$970M
	FY25 - \$2.39B	FY25 - \$970M
	FY26 - \$2.39B	FY26 - \$970M
Eligibility	All sponsors eligible	Large Hub – 55%
		Medium Hub – 15%
		Small Hub – 20%
		NonHub and NonPrimary — 10%
Source of Funding	General Fund	General Fund
Funding Formula	Entitlement Formula, enplanements	Discretionary
(Commercial Service)		
Funding Formula	NPIAS Categories; Nonprimary Airports share not	Nonprimary airports eligible
(General Aviation)	more than \$500M per year	
Airport Allocations	https://www.faa.gov/sites/faa.gov/files/2021-	ATP NOFO: https://www.govinfo.gov/content/pkg/FR-
	12/BIL allocations 20211216 0.pdf	2022-02-25/pdf/2022-03998.pdf (closed 3/28/22)
Operating Costs	No	No
Debt Service	No	No
Capital Construction	Yes, for "airport-related projects defined under	Yes, for "terminal development" as defined in 49 USC §
	section 40117(a)(3) of title 49"	47102(28), including on-airport rail and tower projects
Concession Relief	No	No
Local Match	Same as AIP	Large and Medium Hubs – 20%
		Small, NonHub, NonPrimary – 5%
Period of Performance	4 years	4 years
FAQs	https://www.faa.gov/sites/faa.gov/files/2022-03/BI	L FAQs 1.pdf

## Airport Stimulus Grants

#### Federal Grant Programs

- ▶ BIL Airport Terminal Program
- Buy American
  - ► Temporary Waiver for Construction Materials
- Alternate Project Delivery Methods
- Workforce Development Grant Programs

#### Continuing and Emerging Issues

- ► FAA Reauthorization
- Airspace Integration (UAS and AAM)
- Peer-to-Peer Car Share
- Diversity, Equity and Inclusion

#### Friendly Reminders From The Lawyers

- Do your agreements have subordination clauses?
- Have you updated your Airport Layout Plan lately?
- Are you receiving fair market value for non-aeronautical uses of airport property?
- Have you incorporated required federal contract provisions in your agreements?
- How old are your Minimum Standards? Do you have them?
- Read the grant assurances!

#### Open Discussion

#### Contacts

Dan Reimer
Daniel S Reimer LLC
dan@airportcounselor.com

P: (303) 596-2170

Steven Osit
Kaplan Kirsch & Rockwell LLP
sosit@kaplankirsch.com
P: (303) 825-7000