



Office of Aeronautics
395 John Ireland Blvd
St. Paul, MN 55155

Date: May 8, 2024

Subject: Airport Funding Rates
State Fiscal Year (FY) **2025** – *effective July 1, 2024, through June 30, 2025*

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) 2025, 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 2024**. Please refer to the Addendum to the Airport Funding Rates Letter for the funding rates tables and additional supporting details.

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

- State-only project requests have a minimum requirement of \$5,000 in total project cost. State funded amendments have a minimum requirement of \$2,500 in additional costs, and a maximum of 15% of the original grant amount.
- State funds are not eligible for use on federally eligible items where a federal funding gap exists on federally funded projects during initial award and during the closeout/amendment process.
- For clarification, the maximum amount of state funding to be provided to any one airport sponsor per fiscal year is capped at \$1 million. This amount includes funding for state only funded capital projects, amendments to state only funded capital projects (subject to rates letter limits), and the state funding provided to cover federally ineligible costs on federally approved grants (i.e., AIP, AIG). The 5% state match on federally approved grants is not included in the \$1 million cap.
- Planning and Equipment grants will not be amended once they are fully executed.
- Amendments to federally eligible items do not include the 5% state match.

Sincerely,

Ryan E. Gaug, AICP
Director, Office of Aeronautics