This Program Guidance Letter (PGL) announces an update to the Federal Aviation Administration (FAA) "Airport Improvement Program (AIP) Grant Oversight Risk Model Policy." This policy was originally published under PGL 07-01 on January 5, 2007, which is now cancelled by this update.

This new approach uses a more robust model for determining areas of risk and adjusts the FAA’s oversight requirements for higher risk sponsors. This PGL maintains a standard national risk model for grant oversight, including a computer tool for completing the assessment, and using the previously established three-tier risk ranking system (nominal, moderate, elevated).

The new policy is effective immediately and supersedes all previous PGLs or guidance established in FAA Order S100.38C, Airport Improvement Program Handbook on this subject.

This new PGL will be publically available online at:

http://www.faa.gov/airports/aip/guidance_letters/