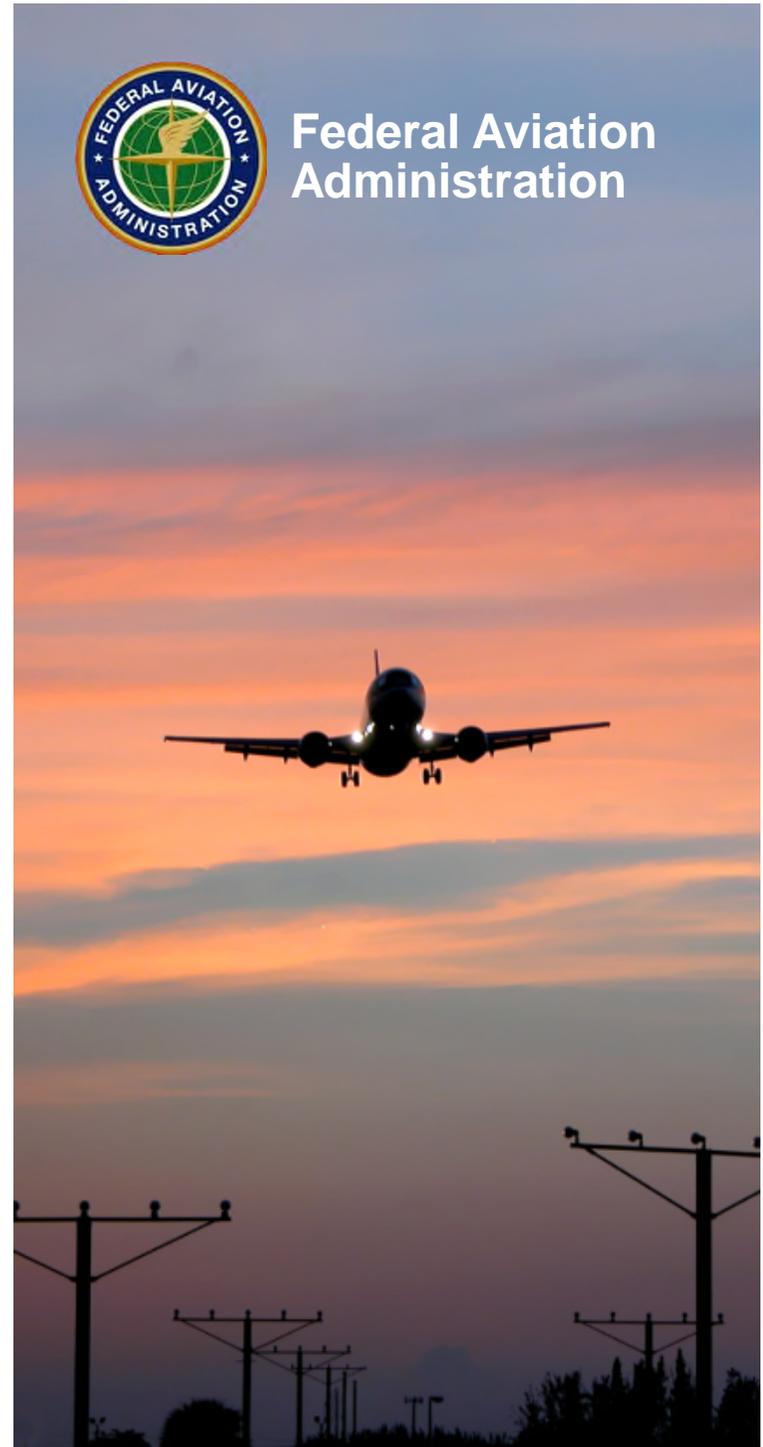


What's New? The ADO Update

Steve Obenauer, Manager
Minneapolis Airports District Office
October 10, 2012



Federal Aviation
Administration



What's New?

- Funding
- eInvoicing
- Asset Study
- Mineral Extraction
- Geo-balancing
- Planning for Compliance



ND/SD Funding

- 2012
 - Over \$35 million in entitlements funds
 - Over \$42 million in discretionary funds
- 2013
 - 2nd year of 4 year program
 - Expect funding levels similar to 2012
 - Sequestration?
 - May have another split program
 - Current budget status – 6 month continuing resolution
 - < 50% of funding in first program

eInvoicing

- New process for AIP Payments – replaces ECHO
 - Already implemented for SD
 - November implementation for most ND sponsors
- A few “bugs” in the process
- “Re-implementing” existing policy
 - Current practice – reimburse full amount of grant
 - By law – required to withhold last 10% of grant until closeout documents submitted
 - eInvoicing implements 90% hold
 - Payments based on reimbursement of costs
 - Manual processing vs. auto-payment
 - Requires submission of closeout

ASSET Study

- A national study of General Aviation airports, released May 2012
- Classified GA airports into 4 categories, based on activity levels
 - National
 - Regional
 - Local
 - Basic
 - Additional work required to classify 497 airports
- Funding impacts?
 - Does not change formulas for nonprimary entitlements
 - Does not limit or impact the amount of discretionary funding for an airport



Guidance on Mineral Extraction

- Growing issue for airports with oil or natural gas
- Oil, gas, “fracking” sand, gravel, water, etc, on airport property – sell for fair market value and generate airport revenue.
- Draft AC being developed to provide guidance on oil and gas leases
- New revenue use policy
 - Can exempt some revenue from revenue use policy
 - Waives AIP funding for 5 year period

Geo-Balancing

- Balancing ADO workloads nationally
- High level briefings this past spring
- Current plan for Great Lakes Region
 - Chicago ADO
 - Currently IL and IN
 - Will assume responsibility for WI
 - Bismarck ADO
 - Currently ND and SD
 - Combines with Minneapolis
 - Minneapolis ADO
 - Currently MN and WI
 - Combines with Bismarck to become MnDak ADO



Geo-Balancing

- Status
 - BIS or MnDak?
- Staffing
 - BIS Manager
 - BIS Planner
 - MSP Planner
- Plans
 - Transition Plans
 - Workload Support



Planning for Compliance

- Uses planning process to support compliance and educate stakeholders
 - Guidance being developed
 - Included in Master Planning process
 - Not periodic audits/inspections like Land-use inspections
- Review documents
 - ALP, Exhibit A, minimum standards, leases
 - Zoning ordinances, easements, permits
- “Look around”
 - Incompatible land use
 - Through the fence operations
 - Revenue issues
 - Nonaeronautical activities



Planning for Compliance

- Planned outcomes
 - Proactive, not reactive
 - Educational and continuing, not “gotcha”
 - Help sponsors understand grant assurances
 - Provide tools to sponsor to comply with planning and compliance elements
 - Helps educate elected officials, boards, local citizens
- More to come



Questions?

