

Appendix O

MDOT-Aeronautics Commission Grant Contracts Approved by City Council over the last 15 years

MDOT-Aeronautics Commission Grant Contracts Sample Commitment Language

**MDOT-Aero Grant Commitment Contracts
15 Year History
Ann Arbor Municipal Airport**

MDOT-AERO Grant #	Approval Date	Grant Amount	Description of Work
95-0916	6/12/1995	\$ 1,402,968	rehab terminal apron; taxiways B,C,D; taxilanes; install fencing, airfield drainage improv.
98-0286	4/17/1998	\$ 40,000	replace beacon and tower
00-0260	5/11/2000	\$ 1,472,000	repave runway & taxiway, sealcoat apron, drainage improv.
02-0381	4/15/2002	\$ 52,000	groove runway
03-0176	4/7/2003	\$ 368,000	NW t's access road, expand terminal apron, install fence
05-0304	7/5/2005	\$ 853,000	NW t's pavement rehab
07-0316	12/18/2006	\$ 90,000	SRE Project Design & Engineering
08-0235	5/5/2008	\$ 1,297,864	SRE Project & ALP update
09-0099	2/2/2009	\$ 179,000	EA and Prelim Design for Runway Improvements
		\$ 5,754,832	

The SPONSOR or their representative immediately notify the DEPARTMENT of such overruns and the estimated cost thereof.

- c. That such on-site approval is necessary for the continuity in construction and that obtaining approval prior to proceeding would cause a material interruption in the PROJECT resulting in a significant increase in costs.
6. Any work or material that is determined by the DEPARTMENT not to be in conformity with the plans, specifications, and contract documents, will be ineligible for reimbursement with federal and state participating funds, or will be subject to a price adjustment approved by the DEPARTMENT and the FAA.
7. Upon completion of the work in each construction contract and the acceptance thereof by the SPONSOR, the SPONSOR or their designated representative shall give immediate written notice to the DEPARTMENT.
8. The SPONSOR hereby agrees that it will maintain said Airport in full operating condition on a year-round basis for a period of twenty (20) years in accordance with general utility licensing requirements set forth by the Michigan Aeronautics Commission rules and regulations. During this period, the Airport shall not be abandoned or permanently closed without the express written permission of the DEPARTMENT.
9. In addition to the requirements of paragraph 8 of these supplemental provisions, and not in lieu thereof, should the SPONSOR desire to abandon, close, sell or otherwise divest itself of the airport or any portion thereof, the SPONSOR agrees to also provide to the DEPARTMENT a prior written notice of any such intent giving the DEPARTMENT, for a period of one hundred eighty (180) days after receipt of such notice, a first right to purchase at fair market value the airport and all facilities thereon. Fair market value shall be determined by an independent appraisal of such properties.

The notice of intent and first right to purchase shall be provided via registered or certified mail, return receipt, postage prepaid, addressed to the Deputy Director of the Multi-Modal Transportation Services Bureau (Aeronautics), Michigan Department of Transportation.
10. The SPONSOR will operate and maintain in a safe and serviceable condition the Airport and all facilities thereon and connected therewith which are necessary to serve the aeronautical users of the Airport other than facilities owned or controlled by the United States in the State of Michigan, and will not permit any activity thereon which would interfere with its use for airport purposes; provided that nothing herein shall be construed as requiring the maintenance, repair, restoration, or replacement of any structure or facility which is substantially damaged or destroyed due to any act of God or other condition or circumstances beyond the control of the SPONSOR.