

PUBLIC WORKS DIVISION 344 WEST MAIN STREET MARSHALL, MN 56258-1313 PHONE: 507-537-6773

February 21, 2024

Mr. Luke Bourassa South Region Airport Development Engineer MnDOT Office of Aeronautics 395 John Ireland Boulevard | Mail Stop 410 St. Paul, MN 55155-1800

Re: Request for Grant Agreements

Southwest Minnesota Regional Airport / Ryan Field (MML)

Snow Removal Equipment (SRE) Facility Project

Dear Mr. Bourassa:

The City of Marshall hereby requests Grant agreements for Federal and State funding for the Snow Removal Equipment (SRE) Facility project at the Southwest Minnesota Regional Airport. Total project cost is \$3,330,470.00 as shown on the attached Project Cost Summary, and as described below. Federal Airport Improvement Program (AIP) funding for fiscal year 2024 is requested in the amount of \$744,249.42 for 90% of the federally eligible building related costs. Federal Airport Infrastructure Grant (AIG) funding for fiscal year 2024 is requested in the amount of \$832,959.90 for 90% of the federally eligible site improvement costs. State funding is requested in the amount of \$1,104,610.64 for a 70% state funding share on federally ineligible portions of the project. The remainder will be funded with local funds in the amount of \$648,650.04.

It is recognized the requested state share exceeds the maximum \$1.0 million limit identified in the Airport Funding Rates letter for FY 2024, dated May 30, 2023. The City respectfully requests an exception for additional state funding beyond the \$1.0 million due to the airport's critical need for this facility. The existing SRE building is inadequate to store all the airport's snow removal equipment, has exceeded its useful life, and is in need of replacement.

On January 23, 2024, the City opened bids on the project, at which time 5 bids were received (tabulation attached). The bids received vary by 18.2% from low to high, and the low bid is 17.4% below the Engineer's Estimate. The construction bid cost associated with the Project is \$2,913,100.00. On February 13, 2024, the Marshall City Council acknowledged the apparent low bidder, Sussner Construction, and approved a resolution to award a construction contract, contingent upon the receipt of grant funding.

The City of Marshall has included \$98,000 for administration expenses as part of this request. Administrative expenses include advertising for bids, independent fee estimate services, miscellaneous expenses, and electric and gas service installations.

Thank you for your consideration. If you have any questions concerning this request, please contact me at (507) 537-6773 or jason.anderson@ci.marshall.mn.us.

Respectfully,

Director of Public Works/Airport Manager

JRA: Irk / Attachments

c: Kyle Sebesta, P.E. - FAA Daniel Sherer, P.E. - TKDA