MEMORANDUM

To: Joint Fiscal Committee members
From: Daniel Dickerson, Fiscal Analyst
Date: June 10, 2016
Subject: Grant Request #2830, #2831

Enclosed please find two (2) items that the Joint Fiscal Office has received from the administration.

**JFO #2830** – $250,000 grant from the Northern Border Regional Commission to the VT Agency of Transportation. These funds will be used to replace the septic system at the Newport State Airport with a new, higher capacity system. State matching funds of $500,000, which were included in the Agency’s FY17 budget request, will be utilized to complete the project.

[JFO received 6/2/16]

**JFO #2831** – $10,000,000 grant from the U.S. Department of Transportation’s Federal Railroad Administration to the VT Agency of Transportation. The funds were awarded to Vermont as part of a Transportation Investment Generating Economic Recovery (TIGER) grant. Monies from this grant will be used as part of the Vermont Western Corridor rail rehabilitation for replacement of approximately 11 miles of track with new rail, ballast and ties. Additional efforts within the Western Corridor project will be to rehabilitate the Rutland wye, add new gates for public crossings, new passing siding, a new passing lane for trains in Pittsford and a crossover in Leicester, as well as new passenger platforms in Middlebury, Vergennes and Burlington for the future extension of Amtrak’s Ethan Allen service to Burlington.

State matching funds of approximately $9.5 million will be utilized as part of this grant over the course of several years. Of this amount, $500,000 was included in the Agency’s FY17 budget request. $4 million of State funds will be utilized for the 11 miles of track replacement and $5.5 million will be utilized for the new passenger boarding platforms. The complete cost of the Western Rail rehabilitation project is estimated to be approximately $26.4 million over four years.

[JFO received 6/2/16]

Please review the enclosed materials and notify the Joint Fiscal Office (Daniel Dickerson at (802) 828-2472; ddickerson@leg.state.vt.us) if you have questions or would like an item held for legislative review. Unless we hear from you to the contrary by June 24, 2016 we will assume that you agree to consider as final the Governor’s acceptance of these requests.
## STATE OF VERMONT
### FINANCE & MANAGEMENT GRANT REVIEW FORM

**Grant Summary:**
To replace the septic system at the Newport State Airport in Coventry, VT with a new higher capacity system.

<table>
<thead>
<tr>
<th>Date:</th>
<th>5/26/2016</th>
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**Department:**
AOT - Aviation 8100000200

**Legal Title of Grant:**
Newport State Airport Septic System Replacement

**Federal Catalog #:**
CFDA #90.601

**Grant/Donor Name and Address:**
Northern Border Regional Commission, MC Smith FOB, Suite 21100, 202 Harlow St, Bangor, ME 04401

**Grant Period:**
From: 9/1/2015  To: 8/31/2018

**Grant/Donation**

<table>
<thead>
<tr>
<th>SFY 1</th>
<th>SFY 2</th>
<th>SFY 3</th>
<th>Total</th>
<th>Comments</th>
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</thead>
<tbody>
<tr>
<td>$250,000</td>
<td>$</td>
<td>$</td>
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**Grant Amount:**
$250,000

**Position Information:**

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<tr>
<th># Positions</th>
<th>Explanation/Comments</th>
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</table>

**Additional Comments:**
$500K match is included in the FY 2017 Aviation budget.

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Department of Finance & Management

Secretary of Administration

Sent To Joint Fiscal Office

Date 5/31/16
### BASIC GRANT INFORMATION

| 1. Agency: | Transportation |
| 2. Department: | Policy, Planning & Intermodal Development |
| 3. Program: | Aviation |
| 4. Legal Title of Grant: | Newport State Airport Septic System Replacement |
| 5. Federal Catalog #: | CFDA #90.601 |

#### 6. Grant/Donor Name and Address:
Northern Border Regional Commission  
Margaret Chase Smith FOB, Suite 21100  
202 Harlow Street  
Bangor, ME 04401

| 7. Grant Period: | From: 9/1/2015 | To: 08/31/2018 |

#### 8. Purpose of Grant:
Replacement of old, outdated septic system at the Newport State Airport with a new, higher capacity system.

#### 9. Impact on existing program if grant is not Accepted:
Project will not be able to make use of budgeted federal funds.

### 10. BUDGET INFORMATION

<table>
<thead>
<tr>
<th>Expenditures:</th>
<th>SFY 1 FY 17</th>
<th>SFY 2 FY</th>
<th>SFY 3 FY</th>
<th>Comments</th>
</tr>
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<tbody>
<tr>
<td>Personal Services</td>
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<tr>
<td>Operating Expenses</td>
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<tr>
<td>Grants</td>
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<td><strong>Total</strong></td>
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<tr>
<td>Cash</td>
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<td>In-Kind</td>
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<td>Federal Funds:</td>
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<tr>
<td>(Direct Costs)</td>
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<tr>
<td>(Statewide Indirect)</td>
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<tr>
<td>(Departmental Indirect)</td>
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<tr>
<td>Other Funds:</td>
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<tr>
<td>Grant (source )</td>
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<td><strong>Total</strong></td>
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<th>Appropriation No:</th>
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MAY 9 - 2016
STATE OF VERMONT REQUEST FOR GRANT (*) ACCEPTANCE (Form AA-1)

Has current fiscal year budget detail been entered into Vantage? ☑ Yes ☐ No

PERSONAL SERVICE INFORMATION

11. Will monies from this grant be used to fund one or more Personal Service Contracts? ☑ Yes ☐ No
If “Yes”, appointing authority must initial here to indicate intent to follow current competitive bidding process/policy.

Appointing Authority Name: ____________________________ Agreed by: _______ (initial)

12. Limited Service Position Information:

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<th># Positions</th>
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Total Positions

12a. Equipment and space for these positions: ☐ Is presently available. ☑ Can be obtained with available funds.

13. AUTHORIZATION AGENCY/DEPARTMENT

I/we certify that no funds beyond basic application preparation and filing costs have been expended or committed in anticipation of Joint Fiscal Committee approval of this grant, unless previous notification was made on Form AA-1PN (if applicable):

Signature: ____________________________ Date: _____/____/____
Title: ____________________________
Signature: ____________________________ Date: _____/____/____
Title: ____________________________

14. SECRETARY OF ADMINISTRATION

☑ Approved: ____________________________ Date: _____/____/____
(Secretary or designee signature)

15. ACTION BY GOVERNOR

☐ Check One Box: Accepted

☐ Rejected

(Governor’s signature) Date: _____/____/____

16. DOCUMENTATION REQUIRED

Required GRANT Documentation

☐ Request Memo ☐ Notice of Donation (if any)
☐ Dept. project approval (if applicable) ☐ Grant (Project) Timeline (if applicable)
☐ Notice of Award ☐ Request for Extension (if applicable)
☐ Grant Agreement ☐ Form AA-1PN attached (if applicable)
☐ Grant Budget

(*) The term “grant” refers to any grant, gift, loan, or any sum of money or thing of value to be accepted by any agency, department, commission, board, or other part of state government (see 32 V.S.A. §5).
Standard Questions for AA-1 Grant Approval

1. Are there any state matching requirements or contributions?
   Yes.
   • Transportation Funds: $500,000 is budgeted in the FY17 Aviation appropriation.

2. Is the State already performing the function for which the funds are intended?
   • Yes, and if the grant is not approved, the project would be postponed.
   • Current septic in place is failing, if project postponed failure of system would close facilities at the Airport

3. After the term of the grant expires, what is the intent for the underlying activity? Does the grant funded activity cease to exist? Will the state be asked to assume financial responsibility?
   • The grant funds are to replace an old, outdated septic system so at the end of the grant, there will be a new, higher capacity system in place.

4. What are the measurements that are going to be used to evaluate the effectiveness of the expenditure?
   • At completion there will be a new higher capacity septic system in place.

5. How will the grant funds be expended? What is the budget for the grant funds, including all funding sources, for the duration of the grant?
   • NTP – with specific performance period estimated to be 60 days, monthly billing, paid until complete.
   • Grant $250,000.00
   • T Funds $500,000.00

6. What entities are collaborating on this grant; departments, community organizations?
   • VTrans, VT Dept. of EC, Local Select Board

7. What is the intended staffing level for the grant funded activity?
   • Project Manager, Resident Engineer, Construction Inspector, DEC Inspector, VTrans – Oversight of Project
Grant Agreement
Between
Northern Border Regional Commission
And
Vermont Agency of Transportation-Aviation Section

NBRC Contract Number
NBRC 15 G VT 00004
Project Title: Newport State Airport Septic System Replacement

Grantee:
Vermont Agency of Transportation-Aviation Section
One National Life Drive
Montpelier, VT 05633-5001
Project Director: Guy Rouelle
Telephone No.: 802-828-2833

Grantee's EIN:
03-6000274
Date of the Award:
9-1-2015
Amount of Federal Funds Awarded:
$250,000.00
Amount of Federal Funds Obligated:
$250,000.00
Total Matching Funds Required:
$500,000.00
Project Description:
Replacement of old, outdated septic system at the Newport State Airport with a new, higher capacity system.

CFDA Number and Name:
CFDA #90.601/Economic and Infrastructure Development Grant Program

Research and Development Award:
N/A
Indirect Cost Rate for the federal award: N/A

Part I – Special Provisions

Statement of Purpose – Incorporation of Proposal: This agreement implements a grant made under the authorities of Public Law 110-246 (June 18, 2008), Subtitle V, Chapter 3 Financial Assistance, to provide funding to

This project shall be carried out in general accord with Grantee’s proposal, received at Northern Border Regional Commission (NBRC) on July 2, 2015. Grantee’s proposal is incorporated by reference as Supplement A to Part I. To the extent the Articles of this agreement conflict with the incorporated proposal, the Articles shall control.
Order of Precedence: This grant agreement is subject to the provisions of Public law 110-246, the NBRC Federal Grant Program Eligibility and Clarification Notes, the Special Provisions (Part I), this Grant Agreement, General Provisions (Part II), and any incorporated Supplements. Any conflict among these provisions shall be resolved giving precedence to these authorities in the order in which they are listed above.

Reports: A progress report for each 90-day period and a final report are required under this agreement (see Part II)

Consideration and Method of Payment:

A. Total: For the complete and satisfactory performance of this grant agreement, as determined by NBRC, Grantee shall be paid by NBRC a total not to exceed $250,000.00, or 33% of actual, reasonable and eligible project costs, whichever is lower. Grantee shall pay, or cause to be paid, the non-NBRC share of $500,000.00 in other grant funds, cash, contributed services, or in-kind contributions as approved by NBRC.

B. Method: Progress and advance payments not to exceed 90% of total NBRC approved funds are authorized under this agreement. Upon Grantee’s satisfactory completion of the Agreement, Grantee shall receive any balance of funds which may be due under this agreement (see Part II).

Budget: Costs will be determined in general accord with the budget (which is attached as Supplement B to Part I and hereby incorporated into this agreement), subject to the terms of this Grant Agreement and to the other provisions listed above in the Order of Precedence.

Period of Performance: The grant period of performance shall be September 1, 2015 through August 31, 2018.

Mark Scarano 
Federal Co-Chair 

Grantee’s Authorized Representative 

September 2, 2015 
Date

Date
September 1, 2015

Guy Rouelle, Administrator
Vermont Agency of Transportation, Aviation Section
1 National Life Drive
Montpelier, VT 05633

Dear Mr. Rouelle:

On behalf of Governor Shumlin and the NBRC Board, we congratulate you and the agency upon your selection for an NBRC Grant Award. The award is for $250,000.00, to be matched by $500,000.00 non-NBRC funds.

Enclosed are an original and a copy of the grant agreement. Please sign the original and return it to us (NBRC), by return mail. In addition, we have enclosed Part II of the Grant Agreement General Provisions, an NBRC Grant Administration Manual, as well as the ACH Vendor Enrollment Form (SF-3881). You should complete the “Payee” section of the form and have your financial institution complete the last section of the form. Please return the SF-3881 to us along with your signed grant agreement. (This will allow you to receive payments.)

We look forward to working with you to successfully complete the project, and more importantly look forward to the outcomes that you presented in your application.

Sincerely,

Mark Scarano, Federal Co-Chair

cc: Governor Peter Shumlin
Laura Gray, Policy Advisor
Lucy Leriche, Deputy Secretary
Jared Duval, Economic Development Director