WITNESS INFORMATION FORM

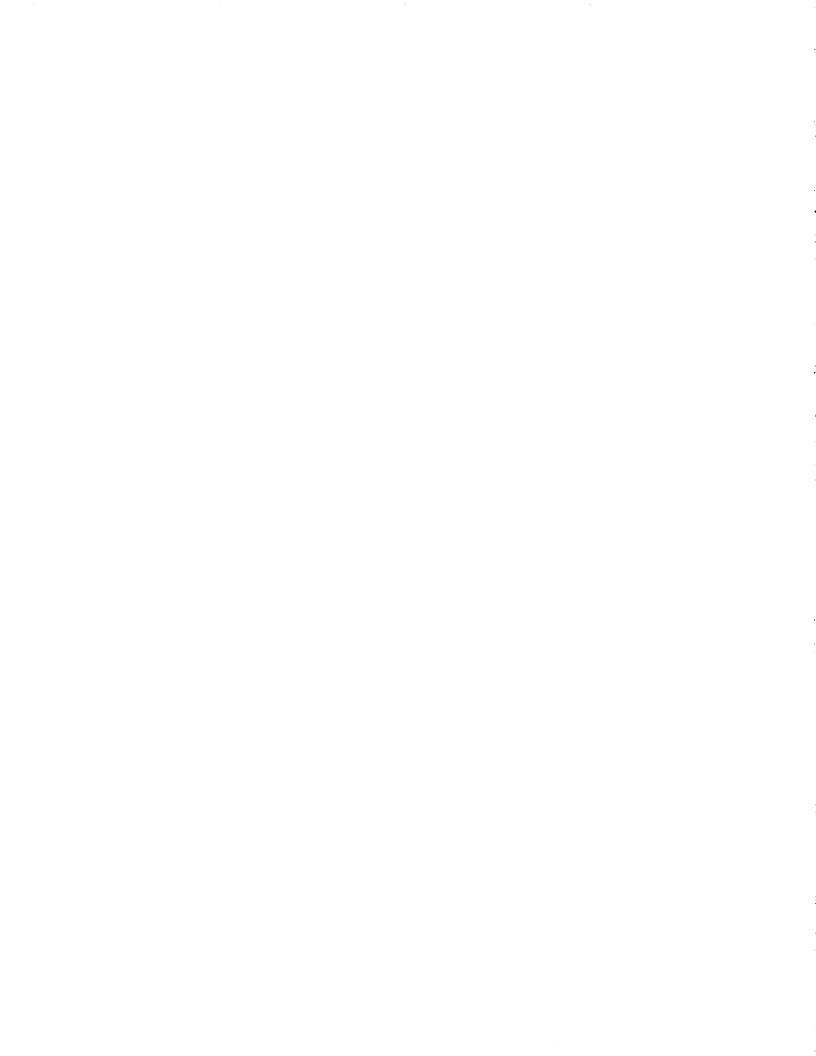
Please complete the Witness Information Form before testifying:

Date: 4.4.2023
Name: Tony Fiore
Are you representing: Yourself 🗌 Organization 🖌
Organization (If Applicable): Ohio Aviation Association
Position/Title: Executive Director
Address: 65 E. State St., 18th Floor
City: Columbus State: OH Zip: 43215
Best Contact Telephone: 614.526.4990 Email: Tony@ohioaviation.org
Do you wish to be added to the committee notice email distribution list? Yes 🗹 No 🗌
Business before the committee
Legislation (Bill/Resolution Number): HB33
Specific Issue: Aviation and Airports Infrastructure Funding
Are you testifying as a: Proponent 🗌 Opponent 🗌 Interested Party 🗹
Will you have a written statement, visual aids, or other material to distribute? Yes 🗹 No 🗌
(If yes, please send an electronic version of the documents, if possible, to the Chair's office prior to committee. You may also submit hard copies to the Chair's staff prior to committee.)
How much time will your testimony require? <u>15 minutes with time for Q&A</u>

Please provide a brief statement on your position:

Urging support to increase airport Infrastructure funding.

Please be advised that this form and any materials (written or otherwise) submitted or presented to this committee are records that may be requested by the public and may be published online.





Interested Party Testimony on HB 33 Before the House Finance Committee April 4, 2023 by Tony Fiore, Executive Director

Chair Edwards, Vice Chair LaRe, Ranking Member Sweeney, and members of the House Finance Committee, thank you for the opportunity to provide interested party testimony on the State's Operating Budget, <u>HB 33</u>.

The Ohio Aviation Association (OAA) serves as the voice for Ohio's airports and support businesses that rely upon the safe and efficient operations of the airports. Airports, including Commercial, General and Cargo Aviation, are community assets that can drive their economy and attract businesses.

Why Ohio Lawmakers Should Prioritize Aviation + Airports

The aviation sector is designated as critical infrastructure. Of Ohio's grant eligible airports, we have 6 commercial airports and 98 general aviation and cargo airports. Ohio's diverse and robust system of airports collectively have an economic impact of more than \$15 billion + employs over 119,000 employees. It connects citizens, businesses, and communities to destinations around the world while provide significant economic impacts and growth opportunities to the Ohio economy. There are several industries served by aviation and airports around the state, including, but not limited to the following:



Ohio's airports receive the bulk of their airport improvement funds for airside development (runway pavement, taxiway pavement, lighting, aprons, obstruction removal, drainage, pavement markings, fencing, etc.,) from the Federal Aviation Administration's Airport Improvement Program (FAA AIP), a user funded system. The amount of federal funding for airports is dependent upon the statutory definition of the category of airport (Commercial Primary, Commercial Nonprimary, Cargo, Military, Reliever, and General Aviation) and level of activity, and whether the airport is collecting a Passenger Facility Charge. It is complicated. But in a nutshell, the demand for FAA AIP funds consistently exceeds the availability. This is where the State of Ohio steps in.

There are just over 5,200 public-owned, public use airports in the U.S. Approximately 3,300 of these public-use facilities are included in the <u>National Plan of Integrated Airport Systems (NPIAS</u>). Airports or portions of airports, included in the NPIAS may be considered for AIP funding. Most, if not all, of these airports are competing for these FAA grants which require anywhere between a 5-25% local match. *If the state does not put resources into Ohio's airport improvement program our airports are a significant disadvantage to airports in other states with such resources to maintain their airport infrastructure*.

How Does Ohio Funding Compare to Other State Budgets Supporting Airports?

I've attached the OAA's Public Policy Agenda for the 2023-24 biennium (FY24-25). On the second page you will see the economic impact of our commercial airports and a few of our general aviation and cargo airports. They all have a significant economic impact regionally and the entire state.

You will also see the list to the right of how other states are investing in their airport infrastructure. The most recent economic impact study of Ohio's airports completed by the Department of Transportation in 2014 showed that airport users contribute nearly \$30 million to the State's General Revenue Fund (GRF) annually. We know that number has increased significantly and ODOT is currently updating what is Ohio: \$7.2 million Kentucky: \$18 million Florida: \$335 million Georgia: \$26 million North Carolina: \$242 million South Carolina: \$52 million Tennessee: \$96 million Virginia: \$25-27 million

known as the "system plan". While the State made strides in the more recent years, you can see even the \$12.5 million allocation in <u>HB 33</u> of funding to the airports serving your communities is overshadowed by how other states are making significant investments in aviation.

The OAA is grateful to the DeWine Administration for increasing funding to \$12.5 million in each year of the biennium in the as introduced version of <u>HB 33</u>. The increase will help fund more projects, but still not meet the need of between \$20-24 million in annual grant requests from general aviation and cargo airports. The FY23 funding chart included in my testimony shows those projects that received funding. Those below the line did not. In addition, there is no dedicated funding currently going to our commercial service airports, yet these airports have development estimates between \$1,17-1.76 billion over the next four years. OAA wants to help fund the airport projects in **all** your districts.

Urging Your Support to Increase Airport Infrastructure Funding

I've attached and amendment to <u>HB 33</u> (HC0840). This amendment increases Airport Improvements (Line Item 777471) funding. The total funding would increase this line item to \$145 million in FY24 and \$20 million in FY25. The total would be split by allocating \$125 million to our commercial airport infrastructure projects over the biennium and allocate \$20 million in each year for our general aviation and cargo airports.

General Aviation Airports: \$20 million **Commercial Airports:** \$125 million

Just like our state's road and bridge infrastructure our airports need your attention to this funding increase request. Without it airports in other states stand to pull down between 75-95% of these infrastructure project funds ahead of Ohio airports. Investing in this line item addresses proven needs around the entire state, provides construction jobs, helps local communities, improves safety of pilots and surrounding neighbors, and fueling Ohio's economy for the next wave of aviation.

Your Ohio airports are vital to the State's economy. They are vital to businesses and families. They are vital to our universities and the tourism industry. They are vital to agriculture, medical, and public safety flights. Thank you for your time today. I'd be happy to take any questions you may have.





What We Do

The Ohio Aviation Association (OAA) advances aviation and airports across Ohio. As the voice for Ohio airports, the OAA works to develop policies and affect legislation through education and advocacy in the executive and legislative branches on behalf of our members.



What We Practice

OAA helps to position Ohio's 104 public-owned, public use airports for growth opportunities. To do this, we prioritize the following:

Support Infrastructure Investment: Ensure a sustainable funding stream to provide needed infrastructure improvements at Ohio's network of airports.

Protect Aviation Assets: Ensure legislation and policy is in place to protect Ohio's airports and airspace to provide for future needs of Ohioans.

Support Air Service Initiatives: Support state efforts to ensure an attractive level of air service for current and future businesses and universities, as well as residents of Ohio.

Support Workforce Initiatives: Support state + local efforts to increase the workforce pipeline in all sectors of aviation.



Why Ohio Lawmakers Should Prioritize Aviation + Airports

The aviation sector is designated as critical infrastructure. Ohio's diverse and robust system of airports collectively have an economic impact of more than \$15 billion + employs more than 119,000 employees. It connects citizens, businesses, and communities to destinations around the world while providing significant economic impacts and growth opportunities to the Ohio economy.

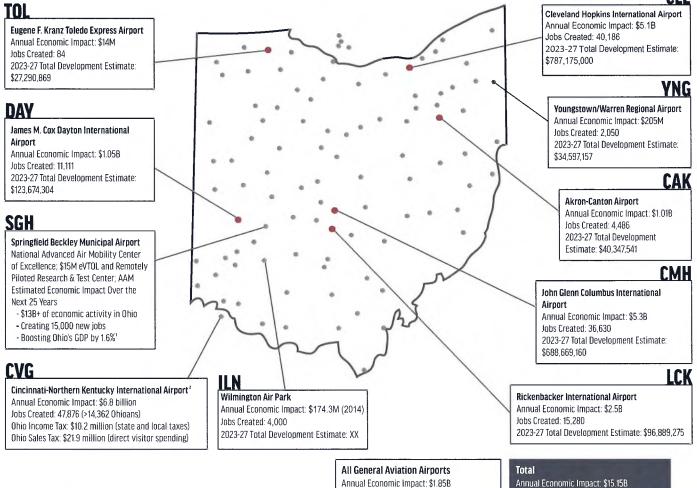
In addition to the economic impacts noted above, airports further strengthen Ohio through:





Executive Director + Kegler Brown Attorney

For more information, please contact OAA Executive Director Tony Fiore at tony@ohioaviation.org or 614-526-4990





FY 24-25 Budget Requests for All Airports

The annual requests from general aviation airports is between \$20 and \$25 million. Commercial airports do not have any dedicated state funding. The Federal Aviation Administration Airport Improvement Program provides grants to public-owned, public use airports. But, depending on the size of the airport, the local match required is 5-25% of the project. Therefore, state funds can enable Ohio's airports to remain competitive in maintaining and enhancing these critical aviation infrastructure assets.

Jobs Created: 17.497

2023-27 Total Development Estimate: \$469M

General Aviation Airports: \$20 million

Commercial Airports: \$125 million

Inhs Created: 119 088

2023-27 Total Development Estimate: \$1 17B

Ohio's <mark>Grant</mark> Eligible Airports

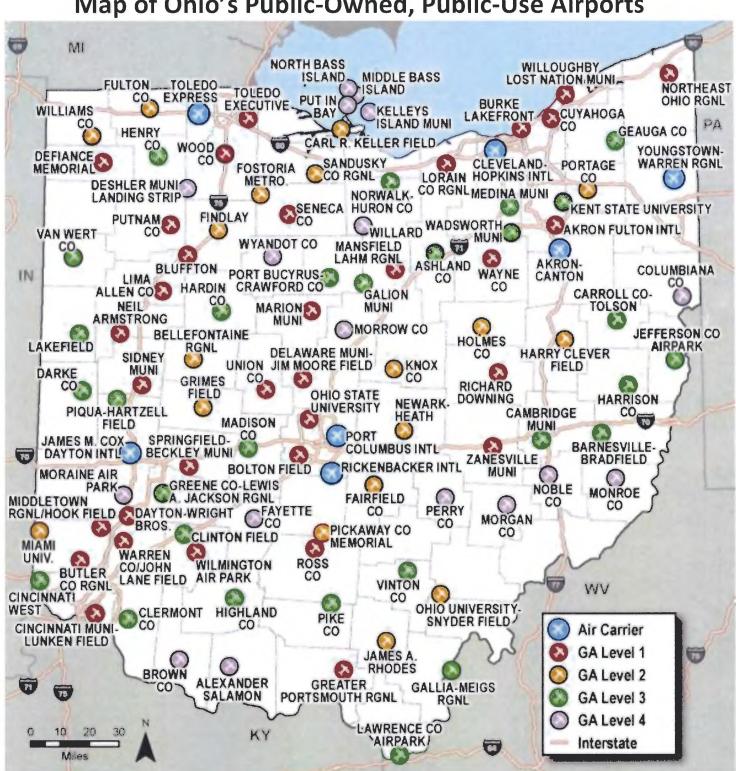
6 Commercial Service Airports 98 General Aviation Airports 83 Counties Have Public Use Airports

How Does Ohio Funding Compare to Other State Budgets Supporting Airports?⁴ Ohio: \$7.2 million Kentucky: \$18 million Florida: \$335 million Georgia: \$26 million North Carolina: \$242 million³ South Carolina: \$52 million Tennessee: \$96 million Virginia: \$25-27 million

¹ June 2021 Study Conducted by Crown Consulting Inc., NEXA Capital Partners, LLC., University of Cincinnati ² While CVG is not eligible for state funding, it does have a positive economic impact on the state of Ohio ³ Commercial and additional funds allocated for general aviation airports

⁴State budget funding numbers cited from January 5, 2022, State Airport Assistance Study prepared by the Center for Business and Economic Research, Gatton College of Business and Economics, University of Kentucky

CLF



Map of Ohio's Public-Owned, Public-Use Airports

FY2023. Ohio Airoort Grant Program. Direct Grant Applications for Canoral Aviation Airports (DGP)

HL1	Northeast One Regional	IASOS Relocation Phase 2	2023	\$ 40,000 j	/9%1	5 31.000	21%1	NAV-AIU:	>	31,000
LHQ	Fairfield County	Runway 10 Approach Obstruction Removal		\$ 43,000	95%			OBSTRUCTION:	\$	40,850
LNN	Lake County Executive (Lost Nation) Airport	Remove tree obstructions to RWY 23 approach		\$ 123,000	95%			OBSTRUCTION:	\$	116,850
	Sandusky County Regional	PAPI and REIL Systems Replacement		\$ 253,000	95%			NAV-AID:	\$	240,000
	Akron Fulton International	Replace REILs		\$ 144,000	95%			NAV-AID:	Ş	136,800
CGF	Cuyahoga County	Apron Rehabilitation		\$ 927,000	95%			PAVEMENT:	ŝ	500,000
	Warren County/John Lane Field	Remark Runway and Taxiway	2023	\$ 94,194		\$ 89,009		MARKING:	Ś	89,009
	Wilmington Air Park	Taxiway A1 Pavement Repairs	2023	\$ 203,500	79%	\$ 160,765		PAVEMENT:	ŝ	160,765
		Taxiway C&D Pavement Repairs		\$ 326,900	79%	\$ 258,251		PAVEMENT:	ŝ	258,251
ILN OSU	Wilmington Air Park	Rehabilitate Taxiway E		\$ 512,300		\$ 485,685		PAVEMENT:	Š	485,685
	Ohio State University	Tree Removal	2023	\$ 363,382	92%	\$ 334,263	8%	OBSTRUCTION:	Ś	334,263
	Monroe County		2023	\$ 180,000	79%	\$ 142,200	21%	NAV-AID:	Ś	142,200
	Mansfield Lahm Regional	Primary Wind Cone and Segmented Circle	2023	\$ 368,750	95%	\$ 350,313		PAVEMENT:	Ś	350,313
VES	Darke County	Rehabilitation of Runway 9/27	2023	\$ 911,000	95%	\$ 865,450		PAVEMENT:	s	363,200
	Akron Fulton International	Rehabilitate Taxiway R, R1 and R2		i	95%	\$ 437,000		PAVEMENT:	13	437,000
DLZ	Delaware Muni - Jim Moore Field	Rehabilitate Apron B	2023					PAVEMENT: PAVEMENT:	\$	363,550
168	Warren County/John Lane Field	Reconstruct South Taxiway/Apron	2023	\$ 384,684	95% 95%	\$ 363,550 \$ 545,352		PAVEMENT: PAVEMENT:	\$	500,000
LPR	Lorain County Regional	Rehabilitate Main Apron (13,776 SY)		\$ 574,055					\$	500,000
	Erie-Ottawa International	Airfield Lighting - Runway 18-36 Replacement	2023	\$ 990,000	95%	\$ 940,400 \$ 193,800	5%	LIGHTING:	· ·	193,800
	Newark-Heath	Replace Runway 9/27 NAVAIDs (PAPIs)	2023	\$ 204,000	95%		5% 5%	NAV-AID: OBSTRUCTION:	\$	99,913
TSO	Carroll County -Tolson	Obstruction Removal - Phase I	2023	\$ 105,172 \$ 512,500	95%			OBSTRUCTION:	13	486 875
419	Morrow County	Runway Approach Obstruction Removal	2023	\$ 512 500	95%	486.875	1 5%	OBSTRUCTION:		48h 875
<u> </u>							i		1	
AVR	AKION FUICULI DIERNACIONAL	Laxiway Pavement Markings		\$ 155,000	95%			MARKING:	+	
PCW	Erie-Ottawa International	Rehabilitate Taxiway C (West of Taxiway B)	2023	\$ 2,052,000	95%			PAVEMENT:	_	
PCW	Erie-Ottawa International	Airfield Lighting - Taxiway C Replacement	2023	\$ 1,492,000	95%	\$ 1,417,400		LIGHTING:	_	
PCW	Erie-Ottawa International	Airfield Lighting - Taxiway B Replacement	2023	\$ 858,000	99%	\$ 851,100		LIGHTING:	_	
AXV	Neil Armstrong	Terminal Apron Rehabilitation - Phase II	2023	\$ 391,947	95%			PAVEMENT:		
DFI	Defiance Memorial	Install New REILs; Install New Runway 30 PAPI-4; Install New Rotating Beacon	2023	\$ 486,220	95%			NAV-AID:		
SGH	Springfield-Beckley Municipal	Re-package Reconstruct Taxiway C, Phase I	2023	\$ 487,120	95%			PAVEMENT:	_	
ILN	Wilmington Air Park	Runway 4L/22R Pavement Repairs	2023	\$ 379,300	79%			PAVEMENT:	4	
123	Fayette County	Runway Pavement Markings	2023	\$ 110,176	95%	\$ 104,667		MARKING:		
186	Perry County	Remove tree obstructions	2023	\$ 60,000	95%	\$ 57,000		OBSTRUCTION:	_	
BJJ	Wayne County	Rehabilitate Runway 10-28 (Crack Seal & Markings)	2023	\$ 331,762	95%	\$ 315,174		MARKING:		
VTA	Newark-Heath	Obstruction Removal: Maintenance Hangar Relocation	2023	\$ 137,500	95%			OBSTRUCTION:		
EOP	Pike County	Runway 25 Approach Obstruction Removal	2023	\$ 44,320	95%			OBSTRUCTION:		
CGF	Cuyahoga County	Rehabilitate Roof	2023	\$ 369,000	95%	\$ 350,550	5%	OTHER:		
ILN	Wilmington Air Park	ALSF Site Repairs	2023	\$ 144,420	79%	\$ 114,092	21%	OTHER:		
MGY	Dayton Wright Brothers	Rehabilitate Taxiway A-Phase 1	2023	\$ 526,316	95%	\$ 500,000	5%	PAVEMENT:		
110	Noble County - Mike Brienza Field	Rehabilitate Medium Intensity Runway Lighting	2023	\$ 391,610	94%	\$ 369,655	6%	LIGHTING:		
ZZV	Zanesville Municipal	Replace Runway 4/22 REIL	2023	\$ 85,000	94%	\$ 80,000	6%	NAV-AID:		
ZZV	Zanesville Municipal	Rehabilitate Taxiway B Phase 1/3 - West Pavement	2023	\$ 486,000	95%	\$ 461,700	5%	PAVEMENT:		
8G1	Willard	Rehabilitate Runway 10/28 - Phase 1	2023	\$ 342,000	95%	\$ 324,900	5%	PAVEMENT:	1	
5G7	Bluffton	Runway 5-23 Pavement Marking	2023	\$ 76,733	95%	\$ 72,895	5%	MKG/LTG:		
5G7	Bluffton	Partial Taxiway Lighting	2023	\$ 179,041	95%	\$ 170,090		MKG/LTG:		
YNĠ	Youngstown-Warren Regional	Rehab GA Apron Taxilane	2023	\$ 369,600	95%	\$ 351,120	5%	PAVEMENT:		
SCA	Sidney Municipal	Rehabilitate Apron B, D and F	2023	\$ 420,300	95%	\$ 400,000		PAVEMENT:		
UNI	Ohio University	AWOS Replacement	2023	\$ 209,000	91%	\$ 190,000	9%	NAV-AID:	T	
171	Morgan County	Rehabilitate Runway 12-30 Lighting	2023	\$ 345,856	95%	\$ 328,563	5%	LIGHTING:		
OWX	Putnam County	Install Runway 9 NAVAID (PAPI 2-BOX)	2023	\$ 160,000	95%		5%	NAV-AID:		
110	Noble County - Mike Brienza Field	Install New Rotating Beacon	2023	\$ 105,610	94%			NAV-AID:	1	
MNN	Marion Municipal	Replace Runway 7/25 PAPI	2023	\$ 372,000	95%			NAV-AID:	1	
GQQ	Galion Municipal	Install Automated Weather Observing System	2023	\$ 285,270	95%			NAV-AID:		
123	Fayette County	AWOS Replacement	2023	\$ 399,511	95%		-		-	
UYF	Madison County	Runway 9 and 27 PAPI Replacement	2023	\$ 257,000	95%			NAV-AID:		
465	Monroe County	Rehabilitate Runway Pavement Marking	2023	\$ 93,375	92%			MARKING:	-	
EOP	Pike County	Relocate Windcone	2023	\$ 83,000	95%			NAV-AID:	+	
OXD	Miami University	NAVAID and Windcone Replacement	2023	\$ 252,099	95%			NAV-AID:		
CYO	Pickaway County Airport	New AWOS	2023	\$ 640,000	95%			NAV-AID:		
	rickaway county Airport		2023	÷ 040,000		- 000,000	1	1		
	1		1	1	1	1	1		1	
			TOTALS:	\$ 21,298,523	1	\$ 20,034,550				

All airport projects below the line were not funded due to lack of state resources.

HC0840

H.B. 33 As Introduced

moved to amend as follows:

In line 129471, delete "\$12,500,000 \$12,500,000" and insert 1 2 "145,000,000 \$20,000,000" In line 129472, add \$132,500,000 to fiscal year 2024 and 3 4 \$7,500,000 in fiscal year 2025 5 In line 129476, add \$132,500,000 to fiscal year 2024 and 6 \$7,500,000 to fiscal year 2025 7 After line 129482, insert: "Section 411.40 AIRPORT IMPROVEMENTS - STATE 8 9 foregoing appropriation item 777471, The Airport 10 Improvements - State, shall be used to support capita**l** 11 improvements, maintain infrastructure, and ensure safety at publicly owned, public use airports under the Airport Grant 12 13 Program. 14 the foregoing appropriation item 777471, Airport Of Improvements - State, up to \$125,000,000 in fiscal year 2024 15 16 shall be used for commercial airport improvements in the state. 17 An amount equal to the unexpended, unencumbered portion of this set aside for commercial airport improvements in fiscal year 18

-1-

Legislative Service Commission

135HB33-HC0840/ar



HC0840

19 2024 is hereby reappropriated for the same purposes in fiscal 20 year 2025.

Of the foregoing appropriation item 777471, Airport Improvements – State, up to \$20,000,000 in each fiscal year shall be used for general aviation and cargo facility improvements."

25 The motion was _____ agreed to.

26

SYNOPSIS

27 Department of Transportation

28 Sections 411.10 and 411.40

Increases GRF ALI 777471, Airport Improvements - State by \$132.5 million in FY 2024 and \$7.5 million in FY 2025.

31 Earmarks \$125,000,000 in FY 2024 for commercial airport 32 improvements across the state and reappropriates the 33 unencumbered, unused portion of this earmark for the same 34 purposes in FY 2025.

35 Earmarks \$20,000,000 in each fiscal year for general 36 aviation and cargo facility improvements. .