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TO: South Dakota Aeronautics Commission

FROM: Jack Dokken, Program Manager  
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SUBJECT: Increase of state share for terminal projects

The Policies and Procedures for use of State Funds, revised June 21, 2017, states that:

1. Portions of a terminal building, dedicated to public use and non-revenue producing, can be funded by the Aeronautics Commission. Four limitations apply:
  - i. Revenue producing portions of the project are ineligible for funding.
  - ii. On projects funded by State and Local only (No AIP Participation), State aid will be limited to 50 percent of the eligible items.
  - iii. On projects involving Federal/State/Local funding, State aid will be limited to a fifty percent share (50% State/50% Local) of the amount of funds required to match federally funded eligible items.
  - iv. State aid shall be limited to a maximum of **\$200,000** for each commercial service airport project.

Managers of primary airports have asked to increase the maximum amount allowed for state participation in a terminal project.