

Hangar Loan Program

Hangar Loan Revolving Account Program

The State Hangar Loan Revolving Account Program provides an 80% interest-free loan to state system airports for building new hangars. The loans are paid back in equal monthly installments over 20 years. As communities make payments back into the program, those funds are then loaned out again to other airports planning to construct much needed hangars.

Eligibility

Loan may be used to fund hangar site prep as well as the hangar building

Hangar site prep, including the hangar floor, may also be funded with a state grant at current participation rates, if funds are available

However, for site prep to be considered for a state grant, it must be shown as a proposed project in the Sponsor's Airport CIP in the state fiscal year of proposed construction



Hangar Loan Process

1. List the project on the Capital Improvement Program (CIP).
 - a. The project should be on the CIP list at least two years in advance. However, the wait time for a loan is usually more than 2 years.
 - b. Call your regional team contact person to ensure your hangar project is on the Hangar Loan waiting list
2. Prepare Plans and Specifications
 - a. Two years before the anticipated construction date
 - b. Aeronautics will notify you when the time frame for funds availability approaches.
3. Work with your regional team on preparation of the Hangar Loan Agreement
4. Construct
5. Invite Aeronautics to a Final Inspection
6. Request one single payment after all costs have been incurred.
 - a. Use a Credit Application
 - i. Attach copies of invoices

For More Information

Visit: <http://www.dot.state.mn.us/aero/airportdevelopment/fundingandgrants.html>

Or contact: Brian Conklin, Airport Development Specialist, 651-234-7247, brian.conklin@state.mn.us