



REQUEST FOR ACTION

Grant Acceptance and Bid Award for Corporate Hangar Area Site Development Project.

MEETING DATE:

July 20, 2026

ORIGINATING DEPT:

Airport

AGENDA SECTION:

Consent Agenda

PRESENTER:

John Reed

Action Requested:

1. Awarding a contract to Mathiowetz Construction Company in the amount of \$6,689,440.47; and
2. Adopting a resolution accepting the grant and authorizing execution of grant agreements with the Minnesota Department of Transportation (MN/DOT).

Report Narrative:

This project involves the work to construct a new corporate hangar development site, located northwest of the existing general aviation apron at the Rochester International Airport. The project includes the construction of a new taxiway, apron, vehicle service road, fencing, lighting, and underground utilities to service future general aviation hangars and the planned corporate hangar development site. United Therapeutics has a land lease in this area have committed to build a hangar once site development has progressed. The low bid came in 1% below Engineer's estimate.

Policy Considerations & DEI Impact:

This new corporate hangar development area and the hangars that will be built in this location will assist the airport with its mission: "To provide a sustainable community asset that places the customer first, acts with agility and accountability, is responsive to stakeholders, empowers staff, and embeds safety and security in all we do."

Prior Legislative Actions & Community Engagement:

December 8, 2025: City Council - executed a land lease and development agreement with United Therapeutics.

July 7, 2026: Airport Commission - recommended awarding a bid to Mathiowetz Construction and adopting a resolution accepting the grant and authorizing execution of grant agreements with the Minnesota Department of Transportation (MN/DOT).

Fiscal & Resource Impact:

The total cost of construction is \$6,689,440.47. It is anticipated that \$1,525,000.00 will be funded through state grants, \$4,626,602.59 will be funded by United Therapeutics, and the remaining \$537,837.88 will be funded through airport reserves.

Prepared By:

Kurt Claussen

Attachments:

[Exhibit - RST Corporate Hangar Site Development Bid Recommendation Letter](#)

[Exhibit - RST Corporate Hangar Site Development Bid Tabs](#)