

Andy Beshear Governor

OFFICE OF THE GOVERNOR DEPARTMENT FOR LOCAL GOVERNMENT

Dennis Keene Commissioner

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January 20, 2022

The Honorable Linda Gorton Mayor Lexington-Fayette Urban County Government 200 E. Main St. Lexington, KY 40507

RE: Area Development Fund Application

Jacobson Park Boat Ramp (22-BG-01)

Amount: \$30,000

Dear Mayor Gorton:

As recommended by the Bluegrass Area Development District (ADD), the above-referenced project has received final approval for a grant from the Kentucky Area Development Fund (ADF) pursuant to provisions of KRS 42.350-.370. A check payable to the city for the full grant amount is being authorized for delivery through the ADD.

When the project is complete, please complete and sign the ADF Project Completion Report, found on the website of the Kentucky Department for Local Government (DLG) at https://kydlgweb.ky.gov/Entities/ADF.cfm along with the cancelled checks and paid invoices pertaining to the project.

In addition, it should be noted that there are statutory and regulatory requirements attached to this grant. These are:

(1) All property required for the project shall be operated and maintained for a public purpose for the life of the property. Except where the project funds are in connection with or incidental to a capital project, including architectural, legal, engineering or similar expenses, this shall be evidenced by a Statement of Assurances filed with the county clerk, in accordance with KRS §42.355. Where the project funds are in connection with or incidental to a capital project, including architectural, legal, engineering or similar expenses, the local government is to file a Statement of Assurances with the county clerk upon the start of the capital portion of the project, and forward a copy of the filed Statement of Assurances to DLG.



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- (2) All federal and state laws and regulations pertaining to the completion and operation of the project must be met. These may include, but are not limited to, laws and regulations on nondiscrimination, prevailing wage, unemployment compensation, bid advertisement and award and other such laws applicable to the project.
- (3) Beneficiary agencies receiving direct grants shall spend funds only for the project for which the grant was made. Agencies shall be liable to repay to the Area Development Fund any grant funds expended in violation of regulations and statutory provisions.
- (4) Complete and accurate records of all expenditures of Area Development Funds shall be maintained and kept subject to audit by the Commonwealth for a period of five (5) years after completion of the project.
- (5) Area Development Funds may not be used for any consumable or useable supplies, not any salary or other operating expenses.
- (6) Any unexpended grant monies remaining after all costs of the capital project have been paid must be returned promptly by check payable to the State Treasurer.
- (7) No encumbrance of any kind shall be placed on the capital project during the life of the property.

The county budget must be amended to account for these funds prior to receipt. As a reminder, the State Local Finance Officer must approve county budget amendments for them to be effective.

For additional assistance, please contact your Area Development District, or Laura Redmon of DLG at (502) 892-3453.

Please accept my best wishes for the success of your project.

Sincerely.

Billie R. Johnson Executive Director Office of State Grants

Billie R. Johnson

C: Bob Casher