



**TO: JIM GRAY, MAYOR  
URBAN COUNTY COUNCIL**

**FROM: IRENE GOODING, DIRECTOR  
DIVISION OF GRANTS AND SPECIAL PROGRAMS**

**DATE: November 8, 2016**

**SUBJECT: Supplemental Agreement No. 5 with Kentucky Transportation Cabinet for  
Newtown Pike Extension Project**

---

**Request:**

Council authorization to execute Supplemental Agreement No. 5 with the Kentucky Transportation Cabinet, accepting additional federal funds in the amount of \$1,054,450 for the Newtown Pike Extension Project and to approve fourth amendment to agreement with Lexington Community Land Trust for additional federal funds in the amount of \$988,200 for operating, mitigation, and construction costs

**Purpose of the Request:**

On November 9, 2000 (Ordinance No. 344-2000), the Lexington-Fayette Urban County Council authorized acceptance of award from the Kentucky Transportation Cabinet in the amount of \$7.5 million in federal and state funds for the extension of Newtown Pike.

On February 26, 2009 (Ordinance No. 24-2009), Council authorized execution of Supplemental Agreement No. 1 with the Kentucky Transportation Cabinet in the amount of \$3,975,000 for support the cost of appraisals for right-of-way acquisitions and mitigation expenses which include the provision of temporary housing, utility payments for temporarily relocated residents, and setting up and operating a Community Land Trust.

On June 23, 2011 (Ordinance No. 76-2011), Council authorized execution of Supplemental Agreement No. 2 in the amount of \$5,088,000 for final design of Phase II and Phase III, and mitigation expenses, which included operation of the Community Land Trust and rehabilitation of Carver Center.

On July 8, 2014 (Resolution No. 416-2014), Council authorized execution of Supplemental Agreement No. 3 in the amount of \$743,101 for supplemental rent funds, capital improvement fund, education and social services, design mitigation funds, and additional funds for temporary housing.

On July 7, 2015 (Resolution No. 419-2015), Council authorized execution of Supplemental Agreement No. 4 in the amount of \$2,720,038 in additional federal funds.

The Kentucky Transportation Cabinet has now offered the LFUCG Supplemental Agreement No. 5 for federal funds in the amount of \$1,054,450. New total is \$21,080,589.

Supplemental Agreement No. 5 provides funds for the Lexington Community Land Trust for the following activities:

1. \$34,800 to make two owner residents whole to cover costs not covered in Supplemental Agreement No. 4.
2. \$31,400 to cover the gap between construction costs and appraised value for one renter household relocating as owner and one unit constructed by Land Trust for use as rental unit. These costs were not covered in Supplemental Agreement No. 4.
3. \$66,250 for Workforce Development, training and education activities. This amount to support hosting of the National Land Trust Conference has already been budgeted and provided to the Land Trust in its Third Amendment. Approved by Council on November 5, 2015 in Resolution 676-2015.
4. \$2,000 for reimbursement of expenses incurred in the administration of the construction contract for the construction of housing units.
5. \$920,000 for the construction of a Community building to house the offices of the Lexington Community Land Trust and a building shell to be completed by a service provider at their own expense.

The Newtown Pike extension is authorized by Congress as a High Priority Project under the Transportation Equity Act for the 21<sup>st</sup> Century (TEA-21). The project provides for construction from West Main Street to South Limestone.

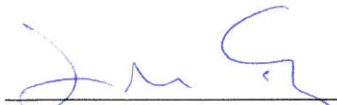
**The Cost in this budget Year and future budget years:**

Total additional federal funding in this budget year is \$988,200. No matching funds are required. Future project funding is dependent upon availability of federal funding.

**Are the funds budgeted?** BA 7936 is in process.

**File Number:** 1261-16

**Director/Commissioner:** Burton/Paulsen



---

Irene Gooding, Director