



TO: JIM GRAY, MAYOR
URBAN COUNTY COUNCIL

FROM: CHARLIE LANTER, DIRECTOR
DIVISION OF GRANTS AND SPECIAL PROGRAMS

DATE: AUGUST 7, 2017

SUBJECT: Purchase and Maintenance agreements with Clean Energy Corporation for CNG slow-fill fueling equipment.

Request:

Request Council authorization to execute an agreement in the amount of \$970,000 for the purchase of the existing CNG slow-fill fueling equipment and \$645,000 for the expansion of the existing facility owned by Clean Energy Corporation that is currently installed on LFUCG property and a maintenance agreement with Clean Energy Corporation in an amount of \$96,600 per year for 5 years.

Purpose of Request:

On June 23, 2016 (Resolution 397-2016), Council approved acceptance of \$1,258,400 in funding from the Kentucky Transportation Cabinet for the construction of a Compressed Natural Gas Fueling Station. On October 13, 2016 (Resolution 618-2016), Council approved the Amendment to Agreement with the Kentucky Transportation Cabinet to include the purchase of CNG slow-fill fueling equipment owned by Clean Energy Corporation that is currently installed on LFUCG property. FHWA and KYTC have reviewed the purchase and have approved LFUCG to move forward.

Cost in this Budget year: The cost for purchase is \$1,615,000. The cost for the maintenance contract is \$96,600 per year for 5 years.

Are the funds budgeted? Yes. Funds are budgeted as follows:

FUND	DEPT ID	SECT	ACCT	PROJECT	ACTIVITY	BUD REF	AMOUNT
3160	303501	0001	90511	CNG 2016	FED GRANT	2016	\$1,573,000
1115	303501	0001	90511			2018	\$42,000
1115	303501	0001	76201			2018	\$96,600 per year

File Number: 0859-17

Director/Commissioner: Thurman/Hoskins-Squier

