

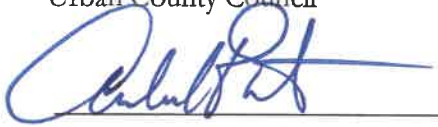
MAYOR LINDA GORTON



LEXINGTON

CHARLES H. MARTIN, P.E.
DIRECTOR
WATER QUALITY

TO: Mayor Linda Gorton
Urban County Council

FROM: 
Charles H. Martin, P.E., Director
Division of Water Quality

DATE: February 25, 2021

SUBJECT: Supplemental Assistance Agreement
Kentucky Infrastructure Authority (KIA) Loan A15-026
West Hickman Wet Weather Storage Tanks - Phase 2

Request

Request for authorization to enter into a Supplemental Assistance Agreement by and between Kentucky Infrastructure Authority and the Lexington-Fayette Urban County Government for a low-interest (1.75%) loan related to Phase 2 of the West Hickman Wet Weather Storage Tanks project (A15-026). This request would increase the principal loan amount by \$15,811,809 from \$67,920,517 to \$83,732,326.

Purpose of Request

To recommend a funding mechanism for completion of this Consent Decree required capital project. The division is recommending that the existing Phase 1 assistance agreement be supplemented with additional funding to complete Phase 2. The summary of prior council actions regarding project funding is as follows:

PRIOR ACTION	PURPOSE OF ACTION	VALUE OF ACTION
Resolution# 684-2016	Approved original assistance agreement for Phase 1.	\$35,976,329
Resolution# 386-2018	Approved supplement assistance agreement for Phase 1.	\$31,944,188

Project Cost in FY2021 budget year and future budget years

The total estimated project for Phase 2 is \$20,926,000. If approved, project funding will consist of \$5,114,191 coming from the existing approved loan balance added to the \$15,811,809 requested for this Supplemental Assistance Agreement.



Are the funds budgeted?

Yes with existing funds and pending budget amendments: 4003-303408-3466-92811 Budget Ref: 2013

Director/Commissioner

Martin/Albright

