



TO: Mayor Jim Gray
Urban County Council

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

DATE: August 1, 2016

SUBJECT: Request Approval of Resolution Authorizing the Lexington-Fayette Urban County Government (LFUCG) to Apply for Low-Interest Loans for Sanitary Projects through the Kentucky Infrastructure Authority (KIA)

Request

Request Approval of Resolution Authorizing the Lexington-Fayette Urban County Government (LFUCG) to Apply for Low-Interest Loans for Sanitary Projects through the Kentucky Infrastructure Authority.

Purpose of Request

The LFUCG has received invitations to apply for three sanitary sewer construction projects totaling in excess of \$29,000,000. These projects are listed below. Upon receipt of applications, the KIA and its Board review the projects and the community's financial status and either grants or denies the loan. The interest rate tied to those loans approved for this round is 1.75%. These loan rates are significantly lower than what the LFUCG can obtain through our bonding process, and if we are successful in securing these loans, it will reduce the cost of these projects.

Project Name/Loan Number	WRIS Identifier	Loan Request
Town Branch Commons - Phase 1/Midland Avenue Trunk Sewer Replacement / A17-005	SX21067057	\$ 9,969,585
Lower Griffin Gate Trunk / A17-003	SX21067050	\$ 2,355,600
Expansion Area Three Sanitary Sewer Infrastructure / A17-016	SX21067002	\$16,888,634



Project Costs in FY2017 budget year and future budget years

There is no budgetary impact as a result of this action.

Are the funds budgeted

N/A

Director/Commissioner

Martin/Hoskins-Squier

