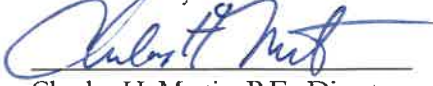




TO: Mayor Linda Gorton
Urban County Council

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

DATE: February 15, 2024

SUBJECT: Property Acquisition – 130/134 West New Circle Road

Request

The purpose of this memorandum is to recommend the purchase of real property located at 130/134 West New Circle Road. The purchase price of this real property is \$6,000,000. The source of funding is the Sewer User Fund.

Purpose of Request

This purchase is recommended for the future consolidation of Division of Water Quality operations. Once the property is purchased and renovated, Division of Water Quality operations from 125 Lisle Industrial Ave., 900 Enterprise Drive and 951 Enterprise Drive will be relocated to this location. Space at the current locations is leased at an FY25 cost of \$708,069. The existing leases require escalating annual costs on varying terms. In the context of FY25 rent and the purchase price, the total future rent savings equals the purchase price in less than nine years.

Project Cost in FY24 and Future Years

\$6,000,000 purchase price – FY24

\$2,000,000 renovation estimate – FY25

\$93,500 in estimated annual utility costs.

Are the funds budgeted:

Funds are available in the Sewer Trust. Budget Amendment requests pending.

Martin / Albright

