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

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

DATE: **MARCH 18, 2016**

SUBJECT: **Supplemental Agreement No. 2 for Clays Mill Road Section 1**

Request:
Council authorization to execute Supplemental Agreement No. 2, accepting additional federal funding in the amount of $1,056,000 from the Kentucky Transportation Cabinet for the Right of Way Phase of Section I of the Clays Mill Road Improvements Project

Purpose of Request:
On July 1, 2003 (Ordinance No. 174-2003), Council approved acceptance of award of SLX funds (Surface Transportation Lexington) from Kentucky Transportation Cabinet for the preliminary design for reconstruction of Section I of Clays Mill Road from Harrodsburg Road to New Circle Road.

On December 4, 2014 (Resolution No. 721-2014), Council approved acceptance of award of SLX funds in the $750,000 from Kentucky Transportation Cabinet for the final design of Section I.

What is the cost in this budget year and future budget years?
The Kentucky Transportation Cabinet has now offered the LFUCG Supplemental Agreement No. 2, providing the LFUCG with federal funds (SLX) in the amount of $1,056,000 for the Right of Way Phase of Section I. A 20% local match in the amount of $264,000 is required and will come from Fund 1136 (MAP). Total Right of Way Phase is estimated to cost $1,230,000 in Fiscal Years 2016-2017. Future budget years will cost $2,400,000 for utility relocation phase and $12,618,750 for construction phase. While state toll credits have been requested, $3,003,750 may be required in local matching funds for utility relocation and construction.

Are the funds budgeted? Budget amendments are in process to budget federal funds and local match in the Fiscal Year 2016 budget.

File Number: 0307-16

Director/Commissioner: Burton/Paulsen

Irene Gooding, Director