

MAYOR JIM GRAY



LEXINGTON

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

TO: Mayor Jim Gray
Urban County Council

FROM:

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

DATE: October 18, 2016

SUBJECT: KIA Assistance Agreement
West Hickman Wet Weather Storage Tank and Headwork Improvement - Phase 1

Request

Request for authorization to enter into an Assistance Agreement by and between Kentucky Infrastructure Authority and the Lexington-Fayette Urban County Government for a low-interest (1.75%) loan related to the West Hickman Wet Weather Storage Tanks Project (A15-026).

Purpose of Request

To recommend a favorable funding mechanism for completion of this Consent Decree required capital project. A loan amount of \$35,976,329, which is 59% of the current as-bid construction cost, would be authorized by an executed Assistance Agreement.

Project Cost in FY2017 budget year and future budget years

This Assistance Agreement has no impact on the overall project budget. It does create a favorable circumstance for LFUCG in terms of payment schedule and the accrual of debt service.

Are the funds budgeted

NA

Director/Commissioner

Martin/Hoskins-Squier

