



AGENDA ITEM *D.L.B.*

KENAI PENINSULA BOROUGH

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MEMORANDUM KPB CLERK'S OFFICE

DALE BAGLEY
MAYOR

TO: Gary Superman, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: *DLB* Dale Bagley, Mayor

FROM: *E.O.* Ed Oberts, Assistant to the Mayor
CT Colette Thompson, Borough Attorney
SH Scott Holt, Finance Director
RR Rob Robson, Capital Projects Director

DATE: January 18, 2005

SUBJECT: Ordinance 2004-19-29, Appropriating Funds for Construction of an Emergency Response Center and requesting an amendment

Questions arose during the January 4, 2005, assembly meeting regarding the amount of borough funds planned for the Emergency Response Center and the amount to be refunded to the land trust fund. Following that meeting, the administration reviewed the project scope including the chart showing the proposed project budget and revenue sources, and made revisions based on more current cost estimates. Attached is the updated chart prepared by the Capital Projects Department that clearly shows the actual land costs as part of the project. The administration is requesting an amendment clarifying the amount of land trust fund contribution to the project at \$60,000. The total borough funds for this project are \$1,399,835 as detailed in the additional column on the right side of the attached chart.

This amount is less than the amount discussed on January 4, 2005, because the land purchase amount of \$138,000 was inadvertently added in twice. It was not delineated specifically in the listed project costs in the chart but was included in the project costs. Therefore, the \$138,000 was incorrectly added a second time to the total of borough funds for this project.

The administration requests that ordinances 2004-19-13 and 2002-19-35 be amended to provide \$60,000 of the \$198,000 land value on behalf of OEM to the project by the land trust fund. As OEM is funded through areawide funds it is appropriate for OEM land purchase expenses to be paid by the land trust fund. The remaining \$138,000 will be reimbursed to the land trust fund. The administration requests that this Ordinance 2004-19-29 be amended as follows:

SECTION 7. Section 6 of both ordinance 2004-19-13 and 2002-19-35 shall be repealed and reenacted to read as follows:

The project will refund the land trust fund the amount of \$138,000 based upon total land cost of \$198,000 less \$60,000, which represents the approximate value of the portion to be occupied by the Office of Emergency Management.

SECTION 8. This ordinance shall become effective immediately upon its enactment.

Your consideration of this request would be appreciated.

Description	Budget Cost	Actual Cost	2004 Tech Grant	CES	OEM	General Fund	Land Bank Funds	Other Grant Funding	Borough CAP
Construction Costs									
General Requirements	\$460,000.00	\$360,000.00	\$333,694.00	\$26,306.00					\$26,306.00
Site work	\$400,000.00	\$400,000.00	\$400,000.00						\$0.00
Building Construction	\$990,000.00	\$990,000.00	\$990,000.00						\$0.00
Mechanical	\$400,000.00	\$400,000.00	\$400,000.00						\$0.00
Electrical	\$350,000.00	\$350,000.00	\$350,000.00						\$0.00
Construction Contingency	\$260,000.00	\$241,518.00		\$162,374.00		\$79,144.00			\$241,518.00
\$2,741,518.00									
A&E									
Schematic	\$75,504.00	\$67,270.00			\$67,270.00				\$67,270.00
Design development	\$84,942.00	\$103,364.00		\$70,634.00	\$32,730.00				\$103,364.00
Construction Documents	\$78,650.00	\$136,406.00		\$136,406.00					\$136,406.00
Bid - Construction Mgmt.	\$75,504.00	\$90,251.00		\$90,251.00					\$90,251.00
\$397,291.00									
Other Costs									
Contract Admin. & Const. Mngt. 5%	\$143,000.00	\$131,965.00		\$131,965.00					\$131,965.00
Reproduction & Advertising:	\$6,000.00	\$6,000.00		\$6,000.00					\$6,000.00
Land	\$60,000.00	\$198,000.00		\$60,000.00		\$78,000.00	\$60,000.00		\$198,000.00
Permits:	\$20,000.00	\$20,000.00		\$20,000.00					\$20,000.00
\$355,965.00									
Project Contingency 4%	\$162,147.00	\$136,145.00		\$53,454.00		\$82,691.00			\$136,145.00
Inflation 3.5% for 24 months = 7% of construction costs	\$247,782.00	\$242,610.00		\$242,610.00					\$242,610.00
Equipment costs (Additional Grant)	\$1,500,000.00	\$1,500,000.00						\$1,500,000.00	
Total	\$5,313,529.00	\$5,373,529.00	\$2,473,694.00	\$1,000,000.00	\$100,000.00	\$239,835.00	\$60,000.00	\$1,500,000.00	\$1,399,835.00