



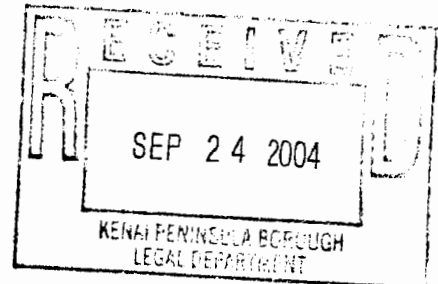
KENAI PENINSULA BOROUGH

144 N. BINKLEY • SOLDOTNA, ALASKA • 99669-7599
BUSINESS (907) 262-4441 FAX (907) 262-1892

DALE BAGLEY
MAYOR

September 22, 2004

Mr. Gordon Keith, Regional Director
State of Alaska Department of
Transportation and Public Facilities
PO Box 196900
Anchorage, AK 99519-6900



Dear Mr. Keith:

The Kenai Peninsula borough agrees with your analysis that we should manage and administer the Keystone Drive road improvement project. This request was made in a Department of Transportation letter dated May 11, 2004, signed by Mr. William A. Robertson, P.E.

We also thank you for the information regarding the need for a Borough match requirement for the initial \$1 M funding, and the need to expend grant funds in the order they were awarded. We have encumbered the local match through assembly resolution 2004-067.

The Kenai Peninsula Borough will administer and manage the Keystone Drive Project by designing to our road standards and will work with the neighborhood residents to the degree possible. We look forward to working with you and your staff to compile all the necessary documents to affect this agreement.

Sincerely,

Dale Bagley, Mayor
Kenai Peninsula Borough

cc: Mr. Todd VanHove, DOT Planner
Mr. Gary Davis, KPB Roads Director
Mr. Jack Maryott, Central Region Road Inspector
Ms. Holly Montague, KPB Legal Dept
RSA Board