MEMORANDUM

TO:	Ron Long, Assembly President
	Members of the Kenai Peninsula Borough Assembly
THRU:	John J. Williams, Borough Mayor
	Craig Chapman, Finance Director
	Bonnie L. Golden, Grants Manager
FROM:	Gary Davis, Road Service Director
DATE:	August 22, 2006
SUBJECT:	Ordinance No. 2007-19-20: Accepting and appropriating four state grants totaling \$1,075,000 for capital projects for the Road Service Area and

The Borough develops State legislative priorities each year, requesting funding from the State Legislature for Borough projects. Included in the legislative priorities are requests for funding road projects. The Legislature appropriated monies for some of these projects in Senate Bill 53, the State's capital budget. SB53 was signed by the Governor in June 2007.

The State Department of Commerce, Community and Economic Development ("DCCED") has notified the Borough that a total of \$1,075,000 is available for three road projects and borough-wide road upgrades. Legislative grants do not require any matching funds and are available for up to five years.

The four road projects that have received grant awards through DCCED are:

- Bastein Drive (Nikiski) road improvement \$300,000
- Community College Drive (Soldotna) paving \$250,000
- Midway Drive (Sterling) road improvement \$275,000
- Borough-wide road improvements \$250,000

The Service Area Board approved the acceptance of these grants at its meeting of August 14, 2007. A copy of RSA Resolution 2007-08 is attached.

Passage of the attached ordinance will accept and appropriate the grants, making funds available to the Road Service Area for capital projects. Before any of the grants funds may be used, the ordinance states that award of a contract for each project using these grant funds must come to the Borough Assembly for approval by resolution. That resolution will also approve adding the project to the Road Service Area's CIP program.

Attachments (ordinance; notification letters from DCCED; RSA Res. 2007-08)