MEMORANDUM

TO: Grace Merkes, Assembly President

Members of the Kenai Peninsula Borough Assembly

THRU: John J. Williams, Borough Mayor

Craig Chapman, Finance Director

FROM: Bonnie L. Golden, Grants Manager

COPY: Road Service Area

DATE: July 24, 2008

SUBJECT: Ordinance No. 2008-19-11: Accepting and appropriating \$6,875,000 from the

State of Alaska for capital improvement projects for the Road Service Area

The Road Service Area has compiled a list of road capital improvement projects that qualify for state funding. An appropriation for road improvement projects within the Borough was included in Senate Bill 221, the State's capital budget. SB 221was passed by the Legislature and signed by the Governor in May 2008. The State Department of Commerce, Community and Economic Development notified the Borough that \$8,400,000 is now available for road improvement projects.

Passage of the attached ordinance will accept and appropriate the grant, making funds available to the Service Area for various road improvement projects. The ordinance requires that award of a contract for each project using these grant funds must come to the Borough Assembly for approval by resolution. The resolution will also approve adding each project to the Road Service Area's CIP program.

Attachments: Ordinance, DCCED notification letter