



KENAI PENINSULA BOROUGH

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MIKE NAVARRE
BOROUGH MAYOR

MEMORANDUM

TO: Dale Bagley, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Mike Navarre, Mayor *MN*
Craig Chapman, Finance Director *cc Chapman*
Kevin Lyon, Capital Projects Director *KL*

FROM: Dan Mahalak, Water Resource Manager *DM*

DATE: June 25, 2015

SUBJECT: Resolution 2015-035, A Resolution Authorizing the Mayor to Enter into a Project Partnership Agreement with the United States Army Corps of Engineers on the Salmon Creek 205 Flood Risk Management Design and Implementation Phase and Approving the Required 35 Percent Match of \$1,160,000

The attached resolution authorizes the mayor to enter into a project partnership agreement with the United States Army Corps of Engineers (USACE) and identifies the funding available to provide the 35 percent required match of approximately \$1,160,000 for the Design and Implementation of the Salmon Creek Flood Risk Management Section 205 project on behalf of the Seward/Bear Creek Flood Service Area (SBCFSA).

The SBCFSA Board moved at its May 4, 2015 regular meeting to allocate sufficient funds in order to move into this design and implementation phase of this Section 205 project as it was deemed a benefit to the nation by the USACE with a benefit cost ratio of 3.14. The certified design and construction cost is \$3,281,000.00.

The recommended plan resulting from the feasibility study is construction of an armored revetment, approximately 1,500 feet in length, which will provide sustainable flood risk management to the area. Construction will require the upgrade of 3,225 feet of mud trail to accommodate equipment. Minor recreation features will be included to facilitate public enjoyment after construction has been completed.

This project is the result of multiple years of planning and diligent volunteer hours and prioritization by the SBCFSA board members.

Funding for the 35 percent required match is being provided as follows:

- Remaining balance on DCCED grant 14-DC-070 in the amount of \$550,881.14. Ordinance 2013-09-06 appropriated \$1,000,000 from the State of Alaska for mitigation projects included in the SBCFSA local hazard mitigation plan.
- DCCED grant 15-DC-090 in the amount of \$495,049.50. Ordinance 2014-19-17 appropriated \$500,000 received from the State of Alaska for mitigation projects included in the SBCFSA local hazard mitigation plan.
- Local funding from the SBCFSA fund balance in the amount of \$114,069.36.

This resolution would restrict the funds shown above to use for the Design and Implementation of the Salmon Creek Flood Risk Management Section 205 project.

It should also be noted the SBCFSA will be responsible for the annual operation and maintenance costs which are estimated at \$9,850 per year.

Your consideration of this resolution is appreciated.

Enclosure: USACE Executive Summary

FINANCE DEPARTMENT ACCOUNT / FUNDS VERIFIED	
Acct. No.	<u>259.27900 FB</u>
Amount	<u>\$ 114,069.36</u>
By:	<u>pp</u> Date: <u>6/24/15</u>