



THE CITY OF KEY WEST

Post Office Box 1409 Key West, FL 33041-1409 (305) 809-3700

MEMORANDUM

EXECUTIVE SUMMARY

TO: Patti McLauchlin, City Manager
Todd Stoughton, Assistant City Manager

CC: Kelly Crowe, Utilities Director
Christina Bervaldi, Finance Director

FROM: Carolyn Sheldon, Senior Grants Administrator

DATE: July 25, 2022

RE: Approving the attached "State of Florida Department of Economic Opportunity Federally Funded Community Development Block Grant Mitigation Program (CDBG-MIT) Subrecipient Agreement" Number MT050 for the Fogarty and 3rd Pump Assist Injection Well Project in the amount of \$6,336,165 Federal / \$1,206,900 City Match (\$7,543,065 total estimated project cost). Authorizing the Mayor to execute the necessary documents; Authorizing the approval and execution of subsequent amendments to this grant agreement that may adjust the grant funding allocations to the City or modify the project scope, upon consent of the City Attorney; and authorizing any necessary budget amendments or transfers to accept the funding.

ACTION STATEMENT:

This resolution will approve the attached "State of Florida Department of Economic Opportunity Federally Funded Community Development Block Grant Mitigation Program (CDBG-MIT) Subrecipient Agreement" Number MT050 for the Fogarty and 3rd Pump Assist Injection Well Project in the amount of \$6,336,165 Federal / \$1,206,900 City Match (\$7,543,065 total estimated project cost). Authorize the Mayor to execute necessary documents, approve and execute subsequent amendments to this grant agreement that may adjust the grant funding allocations to the City or modify the project scope, upon consent of the City Attorney, and authorize necessary budget amendments or transfers to accept the funding.

BACKGROUND:

In April 2018, the U.S. Department of Housing and Urban Development (HUD) announced the State of Florida, Department of Economic Opportunity (DEO) would receive \$633,485,000 in funding to support long-term mitigation efforts following declared disasters in 2016 and 2017 through HUD's Community Development Block Grant Disaster Recovery(CDBG-MIT) program. Awards were distributed on a competitive basis targeting HUD designated Most Impacted and Distressed (MID) Areas, primarily addressing the Benefits to Low-to-Moderate Income (LMI) National

Key to the Caribbean – Average yearly temperature 77° F.

Objective. Additional information may be found in the Federal Register, Vol. 84, No. 169.

The Florida Department of Economic Opportunity (DEO) has apportioned the Federal Award to include the following initiatives: Critical Facility Hardening Program \$75,000,000; General Planning Support Program \$20,000,000; General Infrastructure Program \$475,000,000; and State Planning and Administration \$63,485,000. This award has been granted under the General Infrastructure Program.

PURPOSE AND JUSTIFICATION:

The City of Key West was awarded \$6,336,165 of CDBG-MIT funds for the design and construction of a pump assist injection well in order to address flooding in a low-lying area of approximately 113 acres that collects significant runoff from surrounding higher ground. Installation of an injection well will protect 636 residential and 26 business/commercial properties in a broad segment of a high-density residential neighborhood in the Fogarty and 3rd area specifically between N. Roosevelt, First Street, and Flagler Avenue.

STRATEGIC PLAN:

This project supports the Key West Forward Strategic Plan *Priority 2: Adaptation/Sea Level Rise*, Goal 2: Short-Term Critical Projects and Plans - Implement critical projects to mitigate storm and tidal flooding, Action 5 Critical Infrastructure Projects. Goal 4: Partnerships and Linkages to Other Plans – Integrate Sea Level Rise into all relevant long-term plans within the city, and coordinate with other coastal cities in and beyond Florida, Action 2 Integrate SLR into long range plans.

FINANCIAL IMPACT:

With the approval of Grant Agreement Number MT050, the City will receive up to a maximum reimbursement amount of \$6,336,165 for the Fogarty and 3rd Pump Assist Injection Well Project. Grant revenue will be budgeted in account 4020000 3313600 (Stormwater Utility / Revenue / Stormwater Grant). Expenses are budgeted in account 4023802 5386500 (Stormwater Utility / Construction / Construction in Progress). Project ST38022201.

RECOMMENDATION:

Staff recommends that the City Commission approve the attached “State of Florida Department of Economic Opportunity Federally Funded Community Development Block Grant Mitigation Program (CDBG-MIT) Subrecipient Agreement” Number MT050 for the Fogarty and 3rd Pump Assist Injection Well Project.