



THE CITY OF KEY WEST

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

MEMORANDUM

EXECUTIVE SUMMARY

TO: Jim Scholl, City Manager
Greg Veliz, Assistant City Manager

CC: John Paul Castro, Utilities Director
Mark Finigan, Finance Director

FROM: Carolyn Sheldon, Senior Grants Administrator

DATE: January 16, 2019

RE: **Approving the attached “Amendment No. 1 to Agreement No. LP44031” between the Florida Department of Environmental Protection (FDEP) and the City of Key West to add additional Florida Keys Stewardship Act funding in the amount of \$529,000.00 for an up to maximum amount of \$929,000.00 to support construction of City of Key West Stormwater Improvements and extending the period of agreement to June 30, 2021. Authorizing the City Manager to execute the necessary documents and authorizing any budget amendments and transfers to accept the funding.**

ACTION STATEMENT:

This resolution will approve the attached “Amendment No. 1 to Agreement No. LP44031” between the Florida Department of Environmental Protection (FDEP) and the City of Key West to add additional Florida Keys Stewardship Act funding in the amount of \$529,000.00 for an up to maximum amount of \$929,000.00 to support construction of the City of Key West Stormwater Improvements project and extend the period of agreement to June 30, 2021. The City Manager will be authorized to execute the necessary documents and necessary budget amendments and transfers to accept the funding will be authorized.

BACKGROUND:

The Florida Keys Environmental Stewardship Act was passed by the Florida State Legislature and signed into law in 2016. It provided \$5 million in 2016 and \$13.3 million in 2017 to the Florida Keys. The Act also expanded the types of water projects eligible for state funding authorizing use of funds for Mayfield funding, once limited to wastewater, to include other critical water quality projects such as stormwater and canal restoration.

The City entered into DEP Agreement No. LP44031 on May 17, 2017 (Resolution 17-124) for an up to maximum of \$400,000.00 in funding to assist with the construction of City of Key West Stormwater Improvements, more specifically, a stormwater pump station to alleviate localized flooding in the low-lying neighborhood along Dennis

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

Street, Venetia Street, and Blanch Street commonly referred to as the Dennis Street Pump Station project.

On February 6, 2018 (Resolution 18-047), the City Commission approved Change Order 1 to update the FDEP Grant Manager named in the original agreement. Amendment No. 1 adds additional funding to the Dennis Street Pump Station project.

PURPOSE AND JUSTIFICATION:

The 2017-2018 and 2018-2019 General Appropriations Acts provided for \$129,000.00 and \$400,000.00, respectively, in additional funding increasing the total funding amount from the original LP44031 Agreement amount of \$400,000.00 up to a maximum of \$929,000.00 to support construction.

FINANCIAL IMPACT:

With the approval of Amendment No. 1, the City would receive an additional \$529,000.00 for the construction of stormwater improvements to be budgeted in Revenue Account 4020000 3343900 / ST38021601 (Stormwater Utility Fund Other Physical Environment). Grant eligible construction costs are budgeted in Expense Account 4023802 5386500 / ST38021601 (Stormwater Utility Fund Construction in Progress).

Although not supported by the grant, design, bid and pre award services are budgeted in Expense Account 4023802 5386500 / ST38021601 (Stormwater Utility Fund Construction in Progress). The project is currently in design.

No matching funds are required.

RECOMMENDATION:

Staff recommends that the City Commission approve the attached "Amendment No. 1 to Agreement No. LP44031" to add additional Florida Keys Stewardship Act funding in the amount of \$529,000.00 for an up to maximum amount of \$929,000.00 to support construction of City of Key West Stormwater Improvements and extend the period of agreement to June 30, 2021.