

STAFF REPORT
City of Lancaster

CC 4
10/23/12
MVB

Date: October 23, 2012

To: Mayor Parris and City Council Members

From: Elizabeth Brubaker, Housing and Neighborhood Revitalization Director

Subject: **Funds for Reimbursement from the Underground Storage Tank Cleanup Fund Established by Barry Keene Underground Storage Tank Cleanup Trust Fund Act of 1989 for Property Located at 610 West Avenue I**

Recommendation:

Appropriate \$480,000.00 in Underground Storage Tank grant funds to Account No. 349-4542771, and increase estimated revenues in the amount of \$480,000.00 in Account No. 349-3301101.

Fiscal Impact:

Total grant amount is not to exceed \$1,500,000.00. Through FY 11/12, expenditures totaled approximately \$755,000.00. This action will leave approximately \$265,000.00 available for future years.

Background:

On December 13, 2005, the Lancaster Redevelopment Agency Board Members directed staff to acquire property located at 610 West Avenue I in order to construct affordable housing and undertake actions necessary to implement and complete the approved North Downtown Transit Village (NDTV).

Upon acquisition of the property located at 610 West Avenue I, the Agency assumed a claim for reimbursement of costs related to cleanup activities that have been in progress at this site since 1997 due to the removal of underground storage tanks used when Everest Economy Gas Station was located at the site. The Agency is eligible for reimbursement from the Underground Storage Tank Cleanup Fund established by the Barry Keene Underground Storage Tank Cleanup Trust Fund Act of 1989 up to a maximum amount of \$1,500,000.00.