



# CITY OF RAPID CITY

RAPID CITY, SOUTH DAKOTA 57701-2724

## Public Works Department

300 Sixth Street

Telephone: (605) 394-4165

FAX: (605) 394-6636

Web: [www.rcgov.org](http://www.rcgov.org)

October 16, 2008

Tax Increment Financing (TIF) Committee  
City of Rapid City  
300 Sixth Street  
Rapid City, SD 57701

Ref: Project Plan Amendment  
Reallocation of Project Costs  
Tax Increment District (TID) No. 42

Dear Committee Members:

In November 2007 the cost for Tax Increment District No. 42 were reallocated. The original allocation of cost was for both a Water Reservoir and Water Tower within the TID boundary. The November 2007 reallocation shifted the eligible cost to only a Water Reservoir and also identified project components in more detail. The November 2007 reallocation was based on a conceptual design for the Elk Vale Low Level Reservoir.

In August 2008 the Elk Vale Low Level Reservoir Project was bid and awarded. Therefore, the City of Rapid City Public Works Department requests the eligible costs for TID No. 42 be reallocated to more closely reflect the anticipated cost for each component of the project per the bid award. The reallocation requested is as shown on the attached spreadsheet in the Requested Allocation October 2008 column.

City staff members will be available at the next TIF Committee meeting to answer questions you may have concerning this request.

Sincerely,

Robert Ellis, P.E.  
Director, Public Works

DJ/dc

attachment

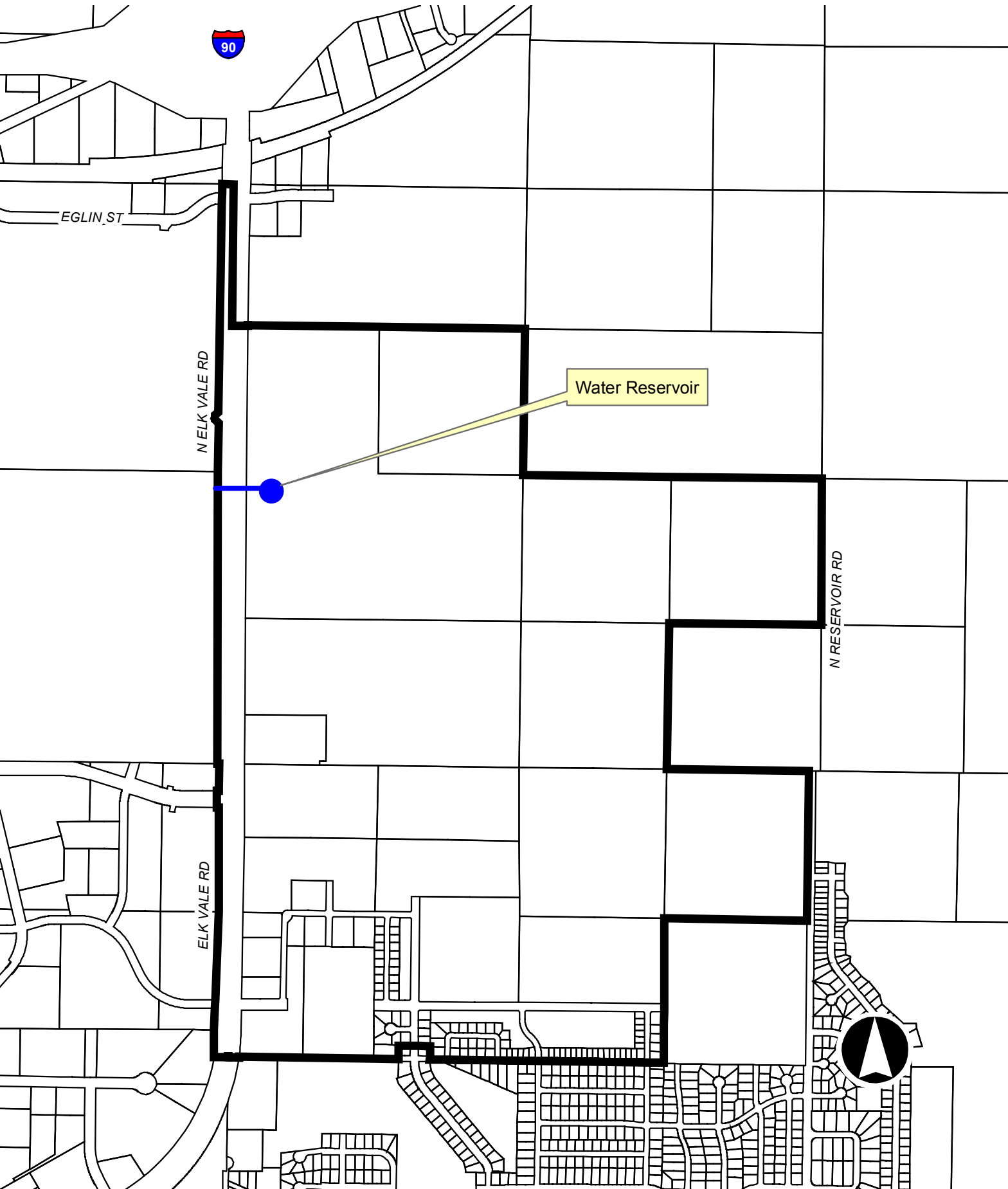


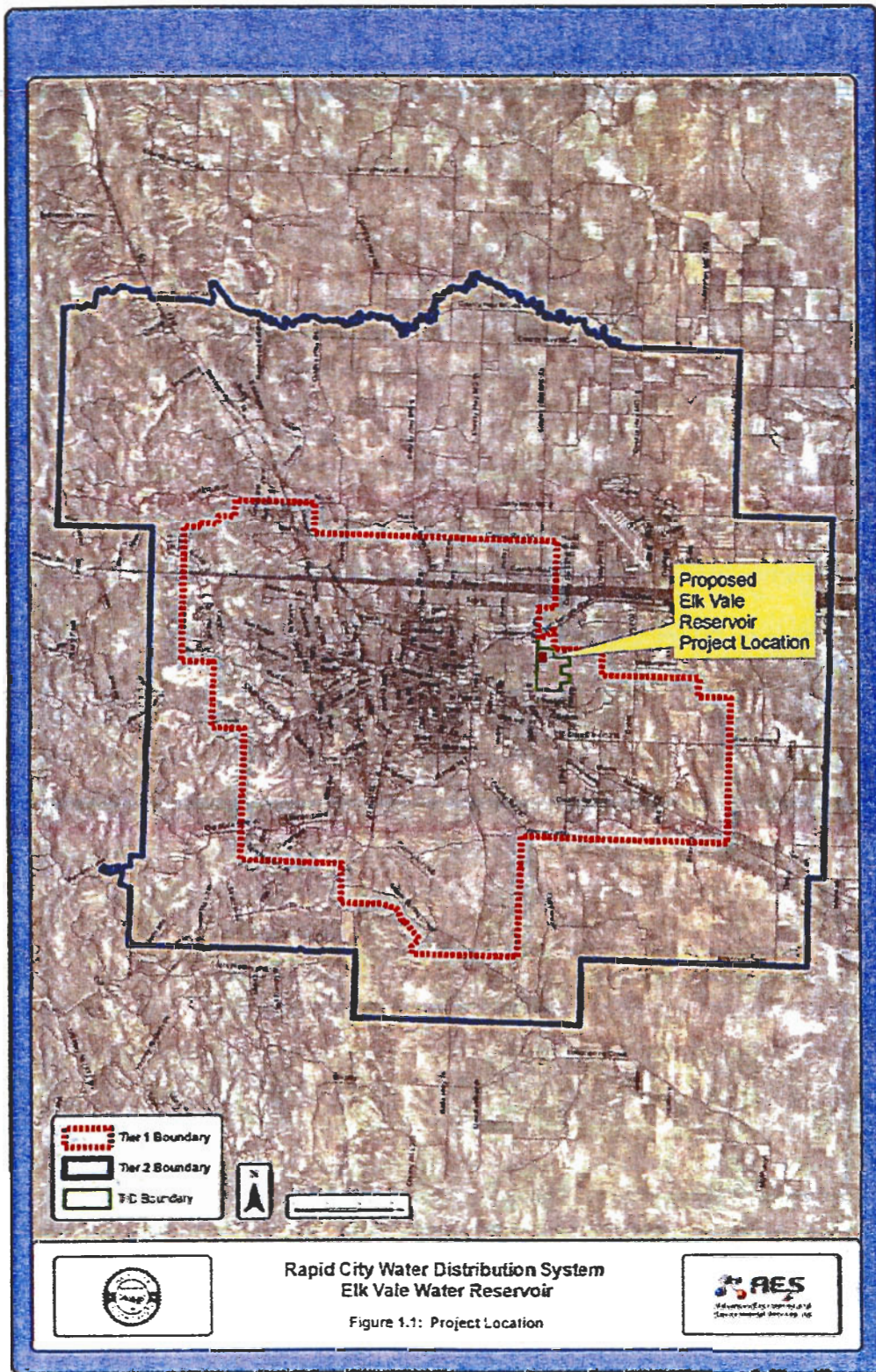
EQUAL OPPORTUNITY EMPLOYER

**Tax Increment District Elk Vale Water/Timmons Blvd.  
Tax Increment District No. 42  
Estimated Project Costs to be Paid by the Tax Increment District  
Cost Reallocation Request**

	Original Estimate	November 2007 Reallocation	Change	Requested Allocation October 2008
Capital Costs:				
Water Reservoir	\$2,250,000.00	\$3,750,000.00	<b>(\$221,000.00)</b>	\$3,529,000.00
Water Tower	\$2,500,000.00	\$0.00	\$0.00	\$0.00
			\$0.00	
Professional Services:				
Engineering Costs for Water Reservoir	\$225,000.00	\$650,000.00	\$240,000.00	\$890,000.00
Engineering Costs for Water Tower	\$250,000.00	\$0.00	\$0.00	\$0.00
Financing Costs:				
Financing Interest	\$3,157,916.36	\$3,157,916.36	\$0.00	\$3,157,916.36
Relocation Costs	\$0.00	\$0.00	\$0.00	\$0.00
Organizational Cost	\$0.00	\$0.00	\$0.00	\$0.00
Other Necessary and Convenient Costs:				
Contingency Costs for Water Reservoir	\$225,000.00	\$0.00	\$0.00	\$0.00
Contingency Costs for Water Tower	\$225,000.00	\$0.00	\$0.00	\$0.00
Other	\$25,000.00	\$0.00	\$0.00	\$0.00
Access Road	\$0.00	\$400,000.00	<b>(\$295,000.00)</b>	\$105,000.00
Land Purchase	\$0.00	\$50,000.00	\$6,000.00	\$56,000.00
Water Lines and Appurtenances	\$0.00	\$450,000.00	\$65,000.00	\$515,000.00
Electrical	\$0.00	\$150,000.00	\$230,000.00	\$380,000.00
Security	\$0.00	\$250,000.00	<b>(\$25,000.00)</b>	\$225,000.00
TOTAL	\$8,857,916.36	\$8,857,916.36	\$0.00	\$8,857,916.36
Imputed Administrative Costs				
City of Rapid City	\$2,050.00	\$2,050.00	\$0.00	\$2,050.00

# Tax Increment District No. 42 - Elk Vale Water / Timmons Blvd. Public Improvements





Rapid City Water Distribution System  
Elk Vale Water Reservoir

Figure 1.1: Project Location

