

December 18, 2018

Thomas M. Markus
City Manager
City of Lawrence
6 E 6th Street
Lawrence, KS 66044

RE: 179D Tax Deduction Form

Federal tax law, specifically §179D of the Internal Revenue Code, permits a tax-exempt property owner to allocate certain tax deductions to the designers who are instrumental in implementing energy-saving building improvements pursuant to the Energy Policy Act of 2005 (EPAct 2005). A municipality cannot apply for and receive the tax deduction because municipalities do not pay income taxes from which the deduction can be made. IRS definitions contained in Notice 2008-40 provide that this tax deduction incentive can be allocated primarily to the persons responsible for the design of the project.

For that reason, Willdan Group, Inc. is requesting that this incentive be allocated to us in accordance with the terms of the attached letter dated December 20th, 2018, and that the City identify us as the persons responsible for the design by signing the attached letter. If the enclosed form is accurate, we request that you sign and date it, then return it to us either by fax or by scanning your signed copy and emailing it to my attention.

We congratulate you and your organization for the role you have undertaken in implementing Green Building initiatives. We have enjoyed the opportunity to work with you and are proud to be a part of the effort.

If you have any questions or concerns or require further information regarding the energy-saving features of the buildings, I encourage you to contact me.

Sincerely,

Scott McVey, P.E.
December 20, 2018

December 18 2018

This document serves to identify the allocation of designer efforts on the referenced projects.

Designer:

Scott McVey, P.E.
Willdan Group, Inc.
2401 E. Katella Avenue, Suite 300
Anaheim, CA 92806

Building Owner or Representative:

Thomas M. Markus
City Manager
City of Lawrence
6 E 6th Street
Lawrence, KS 66044

Facility	Address	Square Footage	Date Placed In Service	Cost of Property (millions)	Allocation % To Designer
Community Health Building	200 Maine St.	88,000	2017	\$11.3	100%
Indoor Aquatic Center	4706 Overland Dr.	44,000			
Library	707 Vermont St.	85,000			
Eagle Bend Clubhouse	1250 East 902 Road	3,000			
Airport Terminal	1920 Airport Rd.	7,500			
Airport Maintenance Facility	1920 Airport Rd.	10,500			
Airport Community Hangar	1920 Airport Rd.	15,000			
Fire/Med #5	1911 Stewart Ave.	26,000			

Fire/Med #4	2121 Wakarusa Dr.	11,000	2017	\$11.3	100%
Fire/Med #3	3708 W. 6th St.	7,000			
Fire and Rescue Training	1941 Haskell Ave. #5	6,500			
Fire/Med #2	2128 Harper St.	11,000			
Parking/AnimalControl/Transit	935 New Hampshire St.	2,300			
Lawrence Arts Center	940 New Hampshire St.	55,000			
City Hall	6 E. 6th St.	28,000			
Carnegie Building	9th & Vermont	12,000			
Union Pacific Depot	North Lawrence	5,000			
East Lawrence Rec Center	1245 East 15th Street	18,000			
Prairie Park Nature Center	2730 Harper St.	5,500			
South Park Admin Office	1141 Massachusetts St.	4,800			
Community Building	115 West 11th Street	30,000			
Holcom Park Rec Center	2700 West 27th Street	19,500			
Sports Pavilion	100 Rock Chalk Lane	181,000			

Solid Waste Division	1140 Haskell	2,600	2017	\$11.3	100%
Street Division Office	1120 Haskell	3,200			
YSI Sports Complex (Buildings)	W. 27th	3,300			
27th St. Maintenance Building	W. 27th	5,000			
Airport Hangar A	1920 Airport Rd.	12,000			
Airport Hangar B	1920 Airport Rd.	12,000			
Airport Hangar C	1920 Airport Rd.	12,000			
New Hampshire Parking Garage	935 New Hampshire Riverfront Plaza	128,000			
Riverfront Parking Garage	727 Kentucky St. 1141 Haskell	136,000			
Outdoor Aquatic Center	734 N. 2nd St	6,300			
Vehicle Maintenance Garage		14,500			
North Lawrence Pump Station		600			
Street Division Salt Dome - Wakarusa	Wakarusa Drive	3,000			
Street Division Salt Dome - Haskell	1128 Haskell	3,000			
Street Division - Red Barn	1120 Haskell	7,000			

Parks & Rec Maintenance	1050 E. 11th Street	6,900	2017	\$11.3	100%
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Declaration of allocation:

“Under penalties of perjury, I declare that I have examined this allocation, including accompanying documents, and to the best of my knowledge and belief, the facts presented in support of this allocation are true, correct, and complete.”

Thomas M. Markus, City Manager



Signature of Designer – Scott McVey, P.E.