

Lexington-Fayette Urban County Government

*200 E. Main St
Lexington, KY 40507*



Tuesday, February 12, 2013

3:00 PM

Packet

Council Chamber

Urban County Council Work Session

**URBAN COUNTY COUNCIL
SCHEDULE OF MEETINGS
February 11 – February 18, 2013**

Monday, February 11

No Meetings

Tuesday, February 12

Environmental Quality Committee.....11:00 am
Council Chamber – 2nd Floor Government Center

Planning & Public Works Committee.....1:00 pm
Council Chamber – 2nd Floor Government Center

Council Work Session.....3:00 pm
Council Chamber – 2nd Floor Government Center

Council Meeting.....6:00 pm
Council Chamber – 2nd Floor Government Center

Wednesday, February 13

Policemen's & Firefighters' Retirement Board.....9:00 am
Council Chamber – 2nd Floor Government Center

Traffic Safety Coalition (TSC).....10:30 am
Conference Room – 3rd Floor Phoenix Building

Infill & Redevelopment Committee.....10:30 am
Conference Room – 7th Floor Phoenix Building

Tree Board.....10:30 am
Conference Room – 5th Floor Government Center

Congestion Management Committee (CMC).....1:30 pm
Conference Room – 7th Floor Phoenix Building

Thursday, February 14

Food Truck Work Group.....8:30 am
Conference Room – 5th Floor Government Center

Friday, February 15

Council Retreat.....9:00 am
Visitor's Center - Arboretum

Monday, February 18

No Meetings

URBAN COUNTY COUNCIL

WORK SESSION SUMMARY

TABLE OF MOTIONS

February 5th, 2013

Mayor Jim Gray called the meeting to order at 2:50pm. Council Members present were Linda Gorton, Chris Ford, Shevawn Akers, Diane Lawless, Julian Beard, Bill Farmer Jr., Kevin Stinnett, Jennifer Scutchfield, George Myers, Jennifer Mossotti, Harry Clarke, Peggy Henson and Ed Lane. Chuck Ellinger and Steve Kay were absent.

I. Public Comment – Issues on Agenda - No

II. Requested Rezonings / Docket Approval - No

III. Approval of Summary – Yes

Motion by Farmer to approve the summary. Seconded by Myers. Motion passed without dissent.

IV. Budget Amendments – No

V. New Business - Yes

Motion by Gorton to approve the new business. Seconded by Beard. Motion passed without dissent.

VI. Continuing Business / Presentations - Yes

Motion by Gorton to approve the neighborhood development funds. Seconded by Myers. Motion passed without dissent.

VII. Council Reports - Yes

VIII. Mayor's Report – No

IX. Public Comment – Issues Not on Agenda – No

X. Adjournment

Motion by Farmer to adjourn. Seconded by Gorton. Motion passed without dissent.

**Lexington-Fayette Urban County Government
Work Session Agenda
February 12, 2013**

- I. Public Comment - Issues on Agenda**
- II. Requested Rezonings/ Docket Approval – Yes**
- III. Approval of Summary – Yes p. 1**
- IV. Budget Amendments – Yes p. 5 - 10**
- V. New Business – Yes p. 11 - 16**
- VI. Continuing Business/ Presentations**
 - a** Budget & Finance Committee Summary, January 2013 p. 17 - 19
 - b** Environmental Quality Committee Summary, January 2013 p. 20 - 22
- VII. Council Reports**
- VIII. Mayor's Report – Yes**
- IX. Public Comment - Issues Not on Agenda**
- X. Adjournment**

Administrative Synopsis - New Business Items

- a 0084-13** Authorization to execute agreement with PFM Asset Management, LLC, for services to include: Investment Policy Review and Update, Development of Broker/Dealer Questionnaire and Creation of a Daily Cash Balance model to continue the Finance Department's ongoing review and development of financial best practices. (L0084-13) (O'Mara)
This is a request to execute agreement with PFM Asset Management, LLC, for an amount not to exceed \$12,500, for services to include: Investment Policy Review and Update, Development of Broker/Dealer Questionnaire and Creation of a Daily Cash Balance model to continue the Finance Department's ongoing review and development of financial best practices. Funds are budgeted. p. 11
- b 0120-13** Authorization to accept a permanent drainage easement from the owner(s) of record at 2000 St. Christopher Drive, for work associated with the Idle Hour North Stormwater Improvements. (L0120-13) (Martin/Moloney)
This is a request to accept a permanent drainage easement from the owner(s) of record at 2000 St. Christopher Drive for work associated with the Idle Hour North Stormwater Improvements for a cost of \$1,400. Funds are budgeted. p. 12
- c 0131-13** Authorization to execute agreements with JP Morgan and U.S. Bank for commercial banking services. (L0131-13) (Slatin/O'Mara)
This is a request to execute agreements with JP Morgan and U.S. Bank for commercial banking services. Fees for FY2014 are estimated to be \$110,000. Funds are budgeted. p. 13
- d 0133-13** Authorization to execute agreement with Omnisource Integrated Supply, LLC, for WebEOC coordinator services. (L0133-13) (Gooding/Mason)
This is a request to execute agreement in the amount of \$53,000 with Omnisource Integrated Supply, LLC, for WebEOC coordinator services using funds awarded under the Chemical Stockpile Emergency Preparedness Program (CSEPP)-RFP 32-2011. Funds are budgeted. p. 14
- e 0134-13** Authorization to execute agreement with Benefits Insurance Marketing to provide a review of current voluntary insurance offerings for all employees. (L0134-13) (Maxwell/Graham)

Authorization to execute agreement with Benefits Insurance Marketing to provide a review of current voluntary insurance offerings for all employees, for a one year term beginning February 1, 2013. There is no budgetary impact. p. 15

- f** **0135-13** Authorization to amend Section 22-5 of the Code of Ordinances creating one (1) position of Deputy Chief Administrative Officer (Grade 122E) in the Office of the Chief Administrative Officer. (L0135-13) (Maxwell/Hamilton)
This is a request to amend Section 22-5 of the Code of Ordinances creating one (1) position of Deputy Chief Administrative Officer (Grade 122E) in the Office of the Chief Administrative Officer. The fiscal impact for FY2013 (7 pay periods) is \$32,620.85. p. 16

BUDGET AMENDMENT REQUEST LIST

JOURNAL	66434	DIVISION	Planning Commissioner's Office	Fund Name Fund Impact	General Fund 50,000.00 50,000.00CR .00
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To transfer funds per Resolution # 661-2012 for Design Guidelines for a Design Excellence Program for Downtown Lexington.

JOURNAL	66489-90	DIVISION	Traffic	Fund Name Fund Impact	General Fund 11,143.73 11,143.73CR .00
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To provide funds for overtime by recognizing reimbursement from UK football games.

JOURNAL	66491-92	DIVISION	Parks and Recreation	Fund Name Fund Impact	General Fund 250.00 250.00CR .00
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To recognize a contribution from Beta Gamma Omega Chapter to William Wells Brown Community Center Girls group.

JOURNAL	66501-02	DIVISION	Engineering	Fund Name Fund Impact	General Fund 4,460.00 4,460.00CR .00
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To provide funds for required inspections by recognizing revenues received for Quarry Occupancy Renewal for this purpose.

JOURNAL	66503	DIVISION	Special Programs	Fund Name Fund Impact	General Fund 20,000.00 20,000.00
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To provide funds for the Neighborhood Action Match Grant from General Fund fund balance.

JOURNAL	66548	DIVISION	Parks and Recreation	Fund Name Fund Impact	General Fund 5,500.00 5,500.00CR .00
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To provide funds to purchase a yogurt machine to be used at the Southland Pool as a healthy alternative and as a positive addition to the Better Bites Menu.

JOURNAL	66550	DIVISION	Facilities & Fleet Management	Fund Name Fund Impact	General Fund 5,000.00 5,000.00CR .00
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To provide funds to cover overtime needed for staff shortage due to retirement and illness.

JOURNAL	66577-78	DIVISION	Fire & Emergency Services	Fund Name Fund Impact	General Fund 1,300.00 1,300.00CR .00
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To provide funds for Equipment Under \$5000 for new and replacement haz mat equipment and suits for the Hazardous Materials Unit by recognizing a reimbursement for a haz mat clean up.

JOURNAL	66634-35	DIVISION	Streets and Roads	Fund Name Fund Impact	General Fund 5,015.28 5,015.28CR .00
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To provide funds for overtime by recognizing reimbursements for special events - Mid-Summer Night's Run (\$2,147.04); The Bourbon Chase (\$2,599.62); and Race for the Cure (\$268.62).

JOURNAL	66750	DIVISION	Component Agencies	Fund Name Fund Impact	General Fund 189,080.00 189,080.00
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To adjust budget for the Lexington Public Library based on state certification of property assessment for FY 2013.

JOURNAL	66752	DIVISION	General Fund Revenue	Fund Name Fund Impact	General Fund 14,000.00 309,000.00CR 295,000.00CR
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To adjust ad valorem budget for the General Fund based on adopted rates and state certification of property assessment for FY 2013.

JOURNAL	66788-89	DIVISION	Streets and Roads	Fund Name Fund Impact	General Fund 1,083.00 1,083.00CR .00
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To provide funds for hot melt by recognizing reimbursement from Lola Miller Services, Inc.

JOURNAL	66790	DIVISION	Fire & Emergency Services	Fund Name Fund Impact	General Fund 60,000.00 60,000.00CR .00
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To provide funds for fit-up of new fire apparatus by reducing funds for vehicle and equipment fuel. This reduction has been approved by Facilities and Fleet Management.

JOURNAL	66794	DIVISION	Office Of The Mayor	Fund Name Fund Impact	General Fund 15,000.00 15,000.00CR .00
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To provide funds for professional services for consulting fees for Bloomberg Challenge Grant by reducing funds for non-civil service salaries.

JOURNAL	66812	DIVISION	Planning Commissioner's Office	Fund Name Fund Impact	General Fund 8,000.00 8,000.00CR .00
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To provide funds for Fourth Street small area plan by transferring professional services funds from the Commissioner of General Services.

JOURNAL	66494-95	DIVISION	Special Programs	Fund Name Fund Impact	Donation Fund 375.00 375.00CR .00
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To provide operating expenses by recognizing revenue from Meridan Chiles for the installation and removal of banners.

JOURNAL	66496-97	DIVISION	Special Programs	Fund Name Fund Impact	Donation Fund 650.00 650.00CR .00
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To provide operating expenses by recognizing revenue from The National Arts Program Foundation.

JOURNAL	66499-00	DIVISION	Special Programs	Fund Name Fund Impact	Donation Fund 1,200.00 1,200.00CR .00
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To provide operating expenses by recognizing revenue from T-Squared Marketing and Lexington Fairness Inc. for the installation and removal of banners.

JOURNAL	66532-33	DIVISION	Family Services	Fund Name Fund Impact	Donation Fund 100.00 100.00CR .00
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To recognize a contribution from Alpha Delta Chapter of ADK of Kentucky for Family Services.

JOURNAL	66797-98	DIVISION	Special Programs	Fund Name Fund Impact	Donation Fund 2,249.28 2,249.28CR .00
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To provide operating expenses by recognizing revenue from the University of Kentucky for banner arms rental.

JOURNAL	66803-04	DIVISION	Social Services Administration	Fund Name Fund Impact	Donation Fund 25.44 25.44CR .00
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To budget contributions from TRUIST for the Domestic Violence Prevention Board.

JOURNAL	66753	DIVISION	Urban Fund Revenue	Fund Name Fund Impact	Urban Fund 6,000.00 344,000.00CR 338,000.00CR
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To adjust ad valorem budget for the Urban Services Fund based on adopted rates and state certification of property assessment for FY 2013.

JOURNAL	66633A	DIVISION	Environmental Quality & Public Works Admin	Fund Name Fund Impact	Urban Fund 600.00 600.00CR .00
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To provide funds for dues by decreasing funds for conferences in the Commissioner's office.

JOURNAL	66784-85	DIVISION	Grants and Special Projects	Fund Name Fund Impact	US Dept of HUD 27,026.00 27,026.00CR .00
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To amend Emergency Shelter 2011 grant to correct accounting to reflect actual award.

JOURNAL	66786-87	DIVISION	Grants and Special Projects	Fund Name Fund Impact	US Dept of HUD 69,522.00 69,522.00CR .00
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To reallocate funds from The Salvation Army to the Bluegrass Domestic Violence Program under the Emergency Solutions 2013 grant.

JOURNAL	66799	DIVISION	Grants and Special Projects	Fund Name Fund Impact	US Dept of HUD 27,778.38 27,778.38CR .00
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To amend CDBG 2010 to revise budgeted accounts to reflect actual expenses incurred and to increase budgeted amount for housing rehab.

JOURNAL	66795	DIVISION	Grants and Special Projects	Fund Name Fund Impact	US Department of Justice 16,000.00 16,000.00CR .00
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To amend Street Sales 2013 to provide additional funds for Equipment under \$5000.

JOURNAL	65816A	DIVISION	Grants and Special Projects	Fund Name Fund Impact	US Department of Justice 239.04 239.04CR .00
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To modify Bulletproof Vest FY 2010 to correct accounting.

JOURNAL	66498	DIVISION	Grants and Special Projects	Fund Name	Grants - Other
				Fund Impact	1,000.00
					1,000.00CR
					.00

To amend Lumina FY 2013 grant to provide for expenditure of non-civil service staff time.

JOURNAL	66549	DIVISION	Parks and Recreation	Fund Name	PFC - Parks Projects
				Fund Impact	26,400.00
					26,400.00CR
					.00

To provide funds from Golf Course Dedicated fees for repairs to Lakeside irrigation system.

BUDGET AMENDMENT REQUEST SUMMARY

Fund	1101	General Service District Fund	85,920.00CR
Fund	1103	Donation Fund	.00
Fund	1115	Urban Service District Fund	338,000.00CR
Fund	3120	US Department of Housing and Urban Development	.00
Fund	3140	US Department of Justice	.00
Fund	3300	Grants - Other	.00
Fund	4024	PFC – Parks Project Fund	.00

NEW BUSINESS ITEMS REQUIRING BUDGET AMENDMENTS

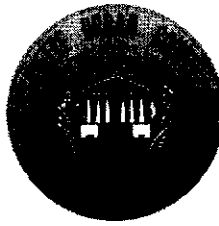
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If the New Business item listed below is on the Agenda, approval includes approval of the attached Budget Amendment. These Budget Amendments are not voted upon as part of section IV on the Agenda and are for information only.

NEW BUSINESS ITEM	BUDGET JOURNAL	DIVISION	DESCRIPTION OF REQUEST
135-13	66807	Office of the Chief Administrative Officer	To provide funds for one position of Deputy Chief Administrative Officer by utilizing funds for an existing vacant position. 1101 5,153.61 1101 5,153.61CR .00

EFFECT ON FUND BALANCES

FUND 1101	0.00	NO IMPACT TO:	GENERAL SERVICE DISTRICT FUND
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Lexington-Fayette Urban County Government
DEPARTMENT OF FINANCE & ADMINISTRATION

Jim Gray
Mayor

Jane C. Driskell
Commissioner

MEMORANDUM

TO: Mayor Jim Gray
Urban County Council

FROM: William O'Mara, Acting Commissioner *WFO*
Department of Finance & Administration

DATE: January 29, 2013

SUBJECT: PFM Asset Management LLC for Treasury Consulting Services

Authorization is requested to execute an agreement with PFM Asset Management, LLC for services to include: Investment Policy Review and Update, Development of Broker/Dealer Questionnaire & Creation of a Daily Cash Balance Model for an agreed upon sum not to exceed \$12,500. This continues the Finance Department's on-going review and development of financial best practices.

I am available if you have any additional questions.

/lyb




Lexington-Fayette Urban County Government
DEPARTMENT OF ENVIRONMENTAL QUALITY AND PUBLIC WORKS

Jim Gray
Mayor

Richard Moloney
Commissioner

TO: Mayor Jim Gray
Urban County Council

FROM: Charles H. Martin, P.E., Director
Division of Water Quality 

DATE: January 25, 2013

SUBJECT: Idle Hour North Stormwater Improvements
Deeds of Easement

The purpose of this memorandum is to request a resolution authorizing the acceptance of a permanent drainage easement from the owner(s) of record at 2000 St Christopher Drive, needed for the work to be done associated with the Idle Hour North Stormwater Improvements.

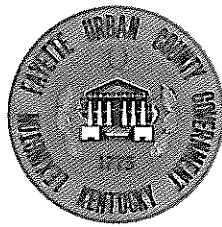
The existing Idle Hour North storm sewer currently located within the side yards, in between and within close proximity to the current houses of the neighborhood, making it very difficult and cost prohibitive to upgrade the system along the same alignment. In order to upgrade the storm sewer system and to increase capacity the proposed storm sewer alignment is planned within the current public right of way.

To allow for the proposed alignment to tie in to the existing stream, the storm sewer will need to be placed through the back corner to the property located at 2000 St Christopher Drive. The cost of the permanent easement is \$1,400.00.

Funds are fully budgeted in:

4051-303204-3334-92211

Project Manager for this project is Christopher Dent. If you have any questions or need additional information, please contact him at extension 2521.



Lexington-Fayette Urban County Government
DEPARTMENT OF FINANCE & ADMINISTRATION

Jim Gray
Mayor

William O'Mara
Acting Commissioner

MEMORANDUM

TO: Mayor Jim Gray
Urban County Council

FROM: William O'Mara, Acting Commissioner
Department of Finance & Administration *WTO*

DATE: February 1, 2013

SUBJECT: JP Morgan/U.S. Bank commercial banking services agreements

Authorization is requested to execute agreements with JP Morgan and U.S. Bank for the following commercial banking services:

JP Morgan – General Banking
JP Morgan – Retail Lockbox
JP Morgan – Electronic Payables/Purchasing Card
JP Morgan – Payroll Card Processing

U.S. Bank – Merchant Card Processing
U.S. Bank – Investment Custody Services

Seven local, regional and national institutions responded to the RFP for banking services and based on the responses JP Morgan and U.S. Bank were selected.

Estimated fees for all services in FY2014 are anticipated to total \$110,000. Funds for these services are budgeted in: 1101-202101-2011-78701



Mayor Jim Gray

LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT

Division of Grants and Special Programs

TO: JIM GRAY, MAYOR
URBAN COUNTY COUNCIL

FROM: IRENE GOODING, DIRECTOR
DIVISION OF GRANTS AND SPECIAL PROGRAMS

DATE: FEBRUARY 4, 2013

SUBJECT: REQUEST COUNCIL AUTHORIZATION TO EXECUTE
AGREEMENT WITH OMNISOURCE INTEGRATED SUPPLY, LLC,
FOR WEBEOC COORDINATOR SERVICES USING FUNDS AWARDED
UNDER THE CHEMICAL STOCKPILE EMERGENCY
PREPAREDNESS PROGRAM (CSEPP)— RFP 32-2011

On April 12, 2013 (Resolution 162-2012), Council approved acceptance of federal funds from the Kentucky Department of Military Affairs, Division of Emergency Management for the continuation of the Chemical Stockpile Emergency Preparedness Program (CSEPP) for Fiscal Year 2012. The source of federal funds is the Department of Homeland Security/Federal Emergency Management Agency. CSEPP funds are used to support emergency preparedness activities in a nine county area that surrounds the Blue Grass Army Depot in Richmond, the site of a stockpile of chemical weapons.

An approved activity is the WebEOC Coordinator services. RFP # 32-2011 was issued for these services. Only one company, OmniSource Integrated Supply, LLC, responded with a proposal. A selection committee was convened and determined that OmniSource met all criteria. The Agreement with Omnisource provides for automatic renewals unless written termination is given. The original agreement was approved by Council on January 12, 2012 (Resolution No. 5-2012). Total funds in the amount of \$53,000 will be expended for this service during the current year.

Funds are budgeted as follows:

FUND	DEPT ID	SECT	ACCT	BUD REF	ACTIVITY	PROJECT	AMOUNT
3200	505201	0001	71299	2012	KY-FAY-471	CSEPP 2012	\$53,000

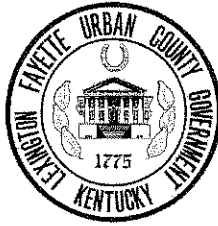
Council authorization to execute the agreement is hereby requested.


Irene Gooding, Director

Xc: Clay Mason, Commissioner of Public Safety

HORSE CAPITAL OF THE WORLD

200 East Main Street 6th Fl Lexington, KY 40507 PH (859)258-3070 FAX (859)258-3081 www.lexingtonky.gov



15
0134-13


Lexington-Fayette Urban County Government
DIVISION OF HUMAN RESOURCES

Jim Gray
Mayor

Janet Graham
Commissioner

M E M O R A N D U M

TO: Jim Gray, Mayor
Sally Hamilton, Chief Administrative Officer
Council Members

FROM: 
John Maxwell, Director
Division of Human Resources

DATE: February 4, 2013

RE: **Agreement – Benefits Insurance Marketing**

The attached action authorizes the Mayor to execute an agreement with Benefits Insurance Marketing to provide a review of current voluntary insurance offerings for all employees, for a one year term beginning February 1, 2013, effective upon passage of Council.

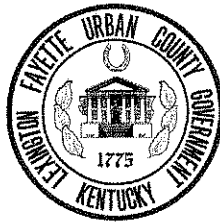
There is no cost to LFUCG.

If you have questions or need additional information, please contact Daniel H. Fischer at 258-3030.

Attachments

DF/

13-0046




Lexington-Fayette Urban County Government
DIVISION OF HUMAN RESOURCES

Jim Gray
Mayor

Janet Graham
Commissioner

M E M O R A N D U M

TO: Jim Gray, Mayor
Sally Hamilton, Chief Administrative Officer
Council Members

FROM: 
John Maxwell, Director
Division of Human Resources

DATE: February 5, 2013

SUBJECT: Create position – Office of the Chief Administrative Officer

The attached action amends Section 22-5 of the Code of Ordinances creating one (1) position of Deputy Chief Administrative Officer (Grade 122E) in the Office of the Chief Administrative Officer, effective upon passage by Council.

The Chief Administrative Officer seeks to create a new position of Deputy Chief Administrative Officer to perform work of complex and considerable difficulty assisting the Chief Administrative Officer and Mayor in the development of policy recommendations, working on special projects, monitoring legislation, or any other required assistance relating to all areas of government. This position will assist the Chief Administrative Officer with the daily operations of government, insuring that policies established by the Mayor, Council, and Charter are followed.

The fiscal impact for FY2013 (7 pay periods) will be \$32,620.85. All costs include benefits and will be funded from existing vacant positions. This amount does not include lapse which has been included in the attached Budget Amendment.

Name	Position Title	Annual Salary Before	Annual Salary After	Annual Increase/Decrease
Vacant	Deputy Chief Administrative Officer	\$0	\$90,000.00	\$90,000.00
Total Annual Impact/ Salary and Benefits \$121,163.15				

If you have questions or need additional information, please contact Daniel H. Fischer at 258-3030.

Attachment

BUDGET & FINANCE COMMITTEE

January 29, 2013

Summary

Gorton called the meeting to order at 1:02 PM. All Committee members were present. Clarke, Myers and Lane were also present.

I. Election of Committee Chair

A motion by Stinnett second Beard to nominate Ellinger passed unanimously.

A motion by Scutchfield second Beard to elect Ellinger passed unanimously.

II. Selection of Vice Chair

Ellinger asked Stinnett to serve as Vice Chair. Stinnett accepted.

III. 10.23.12 Committee Meeting Summary

A motion by Gorton, second by Kay to approve the 11.27.12 Committee summary passed unanimously.

IV. Monthly Financial Report

Ellinger called on Bill O'Mara, Acting Finance Commissioner to provide the monthly financial report.

O'Mara discussed economic indicators. He stated that unemployment rate, employment, building permits issued, new business licenses, and home sales were in a positive position. O'Mara stated that home foreclosures have, however, increased recently.

O'Mara reported that in the major revenue categories the actual General Fund revenue is lagging behind the budgeted revenue by over \$ 2.9 million through December. He stated that business net profits and franchise fee revenue are both under budget by over \$ 2 million each. He stated that the anticipated rate increase in franchise fees was not enacted.

Gorton asked if the nuisance abatement collection slide could include previous year collections so comparisons can be made.

Farmer asked about the increase in home foreclosures. In response, O'Mara stated that the federal moratorium on foreclosures was lifted and that has led to an increase in foreclosures.

O'Mara introduced Melissa Lueker, Acting Budget Director, to discuss revenue and expenditures in greater detail.

Lueker stated that total revenue in the General Fund is behind budget by approximately \$ 600,000 year to date.

Ellinger asked about the decrease in net profit taxes. In response O'Mara stated that unanticipated refunds are driving the category.

Stinnett requested that a column for previous year be added to bring more clarity to the slide.

Lane asked about the "insurance" category expenses.

V. Comprehensive Annual Financial Report/Fund Balances/Monthly Financial Monthly Financial Report

O'Mara introduced Simon King with Dean, Dorton, Allen and Ford (DDAF) to present the Comprehensive Annual Financial Report (CAFR).

Simon reviewed the audit findings. Simon stated that DDAF found no significant or unusual transactions in their review.

Gorton asked about the landfill closure liability. In response Simon stated that DDAF felt that the liability was reasonable but did not know if it was shared with the State.

Gorton asked about segregation of duties in PeopleSoft. In response, Simon stated that they had evolved over time and needed to be addressed by Enterprise Solutions management.

Beard asked about the disaster recovery plan. In response, King stated that off-site tests should be included periodically.

Stinnett asked if LFUCG was following accepted accounting standards. In response King stated yes.

Henson asked about management response to the audit findings. In response, CAO Hamilton stated that in addition to the financial audit, Internal Audit retained a firm, Protiviti, to conduct a review of the People Soft system.

Henson asked about the disaster recovery plan. In response Chad Cottle, Director of Enterprise Solutions, stated that he would more comfortable discussing network security and disaster recovery in a closed session.

Farmer suggested that the Council go into closed session at Work Session to discuss this issue.

VI. Affordable Housing Trust Fund

Ellinger called on Ford to discuss the Affordable Housing Trust Fund. Ford provided a summary of the affordable housing trust fund and the timing of a proposed fee increase.

Ellinger stated that a special meeting can be called to address this issue before the deadline.

Kay discussed the potential for overlap with the Homelessness Commission findings. He stated that the Task Force called for a ½ % increase for affordable housing while the Homelessness Commission has recommended a 1% increase to address affordable housing and homelessness.

Adam Jones, 909 Summerville Dr, spoke in favor of the Affordable Housing Trust Fund and reminded the Committee about the March deadline to enact a fee increase.

David Christiansen, 4844 Brenner stated that he feels that the definition of affordable housing in the Homelessness Report refers only to homelessness.

In response Kay stated that the fee increase would support both affordable housing and homelessness.

Beard also responded to Mr. Christiansen's comments and stated that the public would be less likely to accept two fee increases, one to support affordable housing and a 2nd to support homelessness.

VII. Items Referred to Committee

Ellinger stated that he met with Todd Slatin, Acting Director of Purchasing and the local vendor preference and minority/women business recruitment issues will be ready to report to Committee soon.

Schoninger reported that the Waste Management Task Force findings will be ready to report soon and the Financial Efficiency Ordinance will be ready for the February meeting.

The meeting was adjourned at 2:25 PM.

ENVIRONMENTAL QUALITY COMMITTEE

January 29, 2013

Summary

Gorton called the meeting to order at 11:02 AM. All committee members were present. Beard was also present.

I. Election of the Committee Chair

A motion by Farmer, second Lane, Stinnett was nominated to be Committee Chair. Motion passed unanimously.

A motion by Akers, second Scutchfield, Mossotti was nominated to be Committee Chair.

After a brief discussion, Akers agreed to withdraw her motion.

A motion by Clarke, second Lane, Stinnett was elected chair.

II. Selection of Vice Chair

Stinnett asked Mossotti to be Vice Chair. She agreed to serve as Vice-Chair.

III. 10.23.12 Committee Meeting Summary

A motion by Farmer, second by Gorton, to approve the 12.11.12 Committee summary passed unanimously.

IV. Blue Sky Update

Stinnett called on Charlie Martin to report on the Blue Sky sanitary project.

Martin provided background on the project and provided revised cost estimates for the three options. He noted that near term costs for option two are approximately \$ 400,000 more than option 1 and option three is approximately \$ two.three million more than option two.

Martin discussed the Boonesboro Manor pump station. He stated that this would be a 500 gpm (gallons per minute) class C pump station with a capital cost of \$285,000. He stated that LFUCG would construct the pump station. The cost of the easement would count as a credit toward the cost of the pump station. JFG Enterprises would reimburse LFUCG for final construction, cost of the pump station and pay for any expansions up to 500 gpm.

Martin also stated that any delays may jeopardize the \$ 1.9 million Kentucky Infrastructure Authority loan.

Stinnett called on Steve Wilson to address the Boonesboro Manor pump station. Mr. Wilson of JFG stated that they agreed with Mr. Martin and requested approval of option two as outlined.

Mossotti asked about the budget for the project. In response Martin stated that there was the \$ 1.9 KIA loan and a \$ 600,000 grant. He thought the available balance was \$ 1.5 million.

Scutchfield asked about future growth in the area. In response Martin indicated that the plan was developed using current zoning fully developed models.

Gorton asked about similar services areas outside of the Urban Services boundary. In response Martin indicated that this service model exists in other areas including Keeneland, Southland Christian Church, Greenbriar and the Airport. He stated that agreements are developed between the LFUCG and users specifying how the system is managed. He recommended that if option two is approved, a similar agreement will be put in place between LFUCG and JFG Enterprises.

Akers asked about the differences between options two and three. In response, Martin stated that option two included a 800 gpm class C pump station with a 10-inch force main and option three included a 1,200 gpm class B pump station with a 10 inch force main which would eliminate the need for a pump station at Boonsboro Manor.

Stinnett asked about the annual maintenance costs for options two and three. In response, Martin stated that cost to maintain the pump station will be about \$ 105,000 annually. He stated that the annual maintenance cost for option three would be approximately \$ 50,000.

Mayor Gray introduced Jane Driskell to provide the Comprehensive Annual Financial Report (CAFR), the fund balances, and the monthly financial report.

A motion by Gorton second Lane, to approve option two with a master agreement for the management of the sanitary system.

Farmer asked about the mechanics of the master agreement and wanted to know if this would delay the process. In response Martin stated that it would not delay as long as it was stated that the option was not contingent on agreement approval.

Gorton amended the motion to remove reference to the master agreement. The motion approving option two passed unanimously.

A motion by Gorton, second Farmer to develop at the appropriate time, a master agreement for this project, passed unanimously.

V. Items Referred

Staff indicated that two items, the Empower Lexington Plan and the Distillery District Update, will be added to the committee referral list.

Stinnett stated that the Solid Waste Operations Effectiveness issue should be referred to as the “Waste Management Funding Options” issue.

He stated that the Environmental Quality/Public Works project status and the Distillery District Update will be on the February 12, 2013 committee agenda.

The meeting was adjourned at 12:25 PM.