

Blues, Chair
Stinnett, Vice Chair
Gorton
Farmer
Crosbie
Myers
McChord
Martin
Henson
Lane

A G E N D A

Environmental Quality Committee

January 31, 2012

11:00 A.M.

- | | |
|--------------------------------------|----------------|
| 1. Stormwater Program Update | (1-37) |
| 2. Greenways Responsibilities | (38-48) |
| 3. Financials Report | (49-51) |
| 4. Items Referred | (52) |

"Environmental Quality Committee, to which shall be referred matters relating to the Department of Environmental Quality and its divisions, and any related partner agencies."

-Council Rules & Procedures, Section 2.102(1)



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Stormwater Program Update

ENVIRONMENTAL QUALITY COMMITTEE
Lexington Fayette Urban County Government
Division of Water Quality

January 31, 2012

Topics

- Stormwater Consent Decree Progress - two key areas
 - Performance Standards
 - Supplemental Environmental Projects
- Other Water Quality Initiatives
- Fund 4051 Financial Information

Consent Decree Progress Performance Standards

- Enforceable component of the CD.
- 40 Specific Standards
 - 19 hard deadlines - all met.
 - 17 recurring deadlines - all met to date.
 - 4 require completion within a year period cycle - on schedule.

**ALL PERFORMANCE STANDARDS
BEING MET**



Supplemental Environmental Projects (required statement)

- "This project was undertaken in connection with the settlement of an enforcement action under the Clean Water Act, United States et al. v. Lexington - Fayette Urban County Government, brought on behalf of the U.S. Environmental Protection Agency."



Consent Decree Progress
Supplemental Environmental Project #1

Coldstream Park Stream Restoration



Consent Decree Progress
Supplemental Environmental Project #1

Coldstream Park Stream
Restoration

- \$1.0 M commitment – bulk of cost projected for FY14
- Design consultant selection nearly complete.
- Project must be complete by January 3, 2015.



Consent Decree Progress
Supplemental Environmental Project #2

Green Infrastructure



Green Infrastructure SEP

- Requirement -- spend at least \$230,000 to implement one or more green infrastructure projects.
- July 2011 – DWQ proposed four previously approved Incentive Grant funded projects for meeting the SEP.
- August 2011 -- USEPA endorsed DWQ's recommendation.

Green Infrastructure SEP Project
Ross Tarratt Architects

- ▣ Retrofit 10,000 square foot asphalt parking lot with pervious pavement.
- ▣ SEP value - \$109,000.



Green Infrastructure SEP Project
Coca-Cola Refreshments USA, Inc

- ▣ 8,500 square foot rain garden , bio-retention system.
- ▣ 12,500 gallon infiltration chamber.
- ▣ 10,000 gallon rainwater harvesting tank.
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Green Infrastructure SEP Project
Klansing Group, Inc.

- ▣ Oil / water separator for detention basin.
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Green Infrastructure SEP Project
Ronald McDonald House

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Green Infrastructure SEP - Projects

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- Approved by USEPA - \$820,951 of green infrastructure projects funded under an ordinance driven requirement.

SEP Requirement Being Met!

Consent Decree Progress Supplemental Environmental Project#3

Priority Flooding Projects

- Evaluate Priority Ranking Methodology
- Complete \$30M of Projects on the Priority List



Priority Flooding Project Progress

Council Derived SW Flooding Priority List

- Conceived in mid-1990's
- Formalized process for adding projects to the list.
- Matrix of 22 different factors compiled into an overall severity score.
- Prioritization methodology currently under reconsideration per the Consent Decree - Commonwealth Supplemental Environmental Project.

Priority Flooding Project Progress

Stormwater Flooding Priority List Current Status

- 52 outstanding / uncompleted projects.
- Current estimate- Over \$122 M in future project costs
- Current list / process excluded commercial properties
- Supplemental Environmental Project (SEP) Appendix X-2
 - Re evaluate priority list including scoring methodology; revise if necessary.
 - Spend \$30 M by January 3, 2021 (10 years) completing projects on the priority list.

Financial Highlights - comments

- Revenues: primarily from billing of ERU's
- Assets: \$5.9 M in cash
- Debt: Radcliffe Road project (federal stimulus project)

Financials - Division of Water Quality

- FY12 Budget -- Fund 4051
 - ✓ \$12.2 M Total Appropriation to LRICG
 - ✓ \$8.7 M Appropriation to DWQ
 - ✓ 71% of total to DWQ
- FY12 DWQ Appropriation Breakdown
 - ✓ \$2.8 M Personnel - 32%
 - ✓ \$4.3 M Operating - 50%
 - ✓ \$1.6 M Capital - 18%

Financials - Division of Water Quality

	Budget	Available	Percent Remaining
Personnel	2.6 M	1.4 M	54%
Operating	6.4 M	2.7 M	42%
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*source - PeopleSoft Budget Overview Screen (1/23/12)

Financials - Division of Water Quality

Key Operational Costs Pending for FY12

- Final Design for Future Capital Projects
- Incentive Grants Approved by Board Awaiting Execution of Agreements
- Annual USGS Stream Gauge Renewal
- Mowing Season

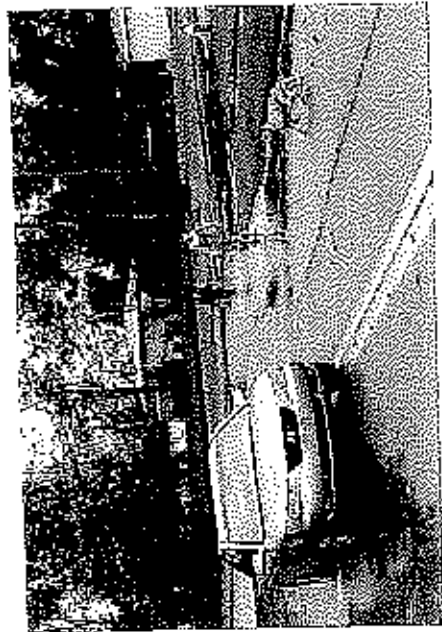


Questions and Answers



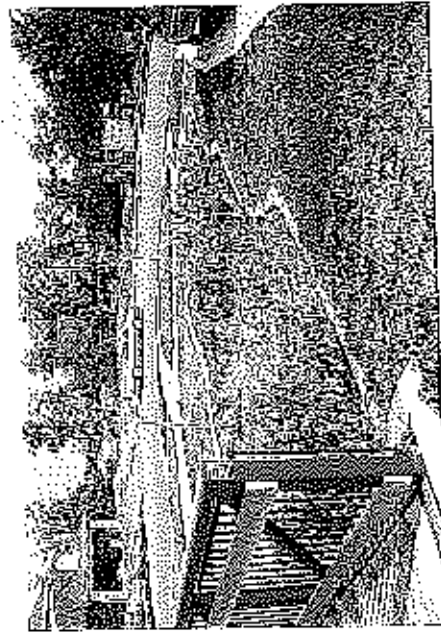


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Stormwater Program Update

ENVIRONMENTAL QUALITY COMMITTEE
Lexington-Fayette Urban County
Government
Division of Water Quality



January 31, 2012

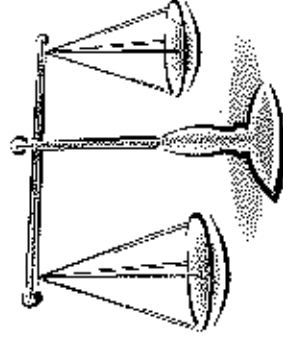
Topics

- ❑ Stormwater Consent Decree Progress –
two key areas
 - Performance Standards
 - Supplemental Environmental Projects
- ❑ Other Water Quality Initiatives
- ❑ Fund 4051 Financial Information

Consent Decree Progress Performance Standards

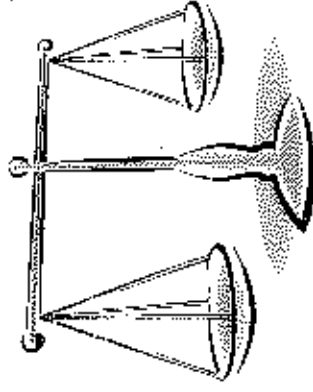
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Consent Decree Progress Supplemental Environmental Project #1

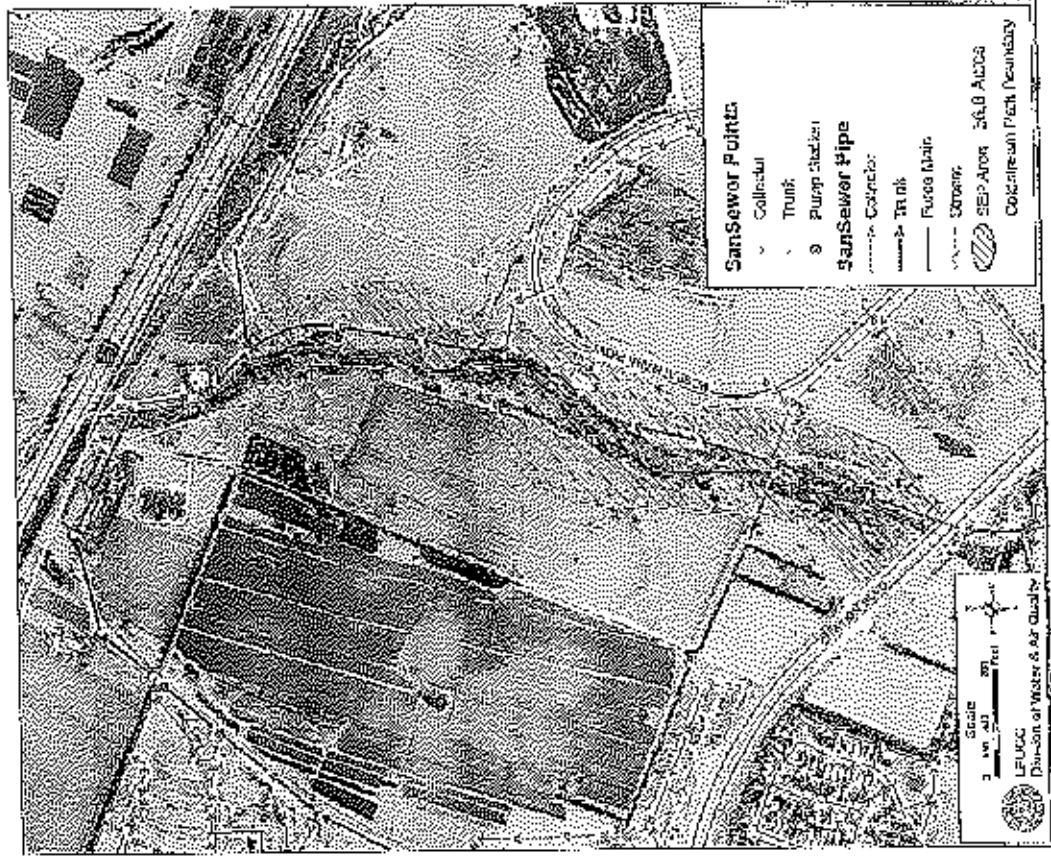
Coldstream Park Stream Restoration



Consent Decree Progress Supplemental Environmental Project #1

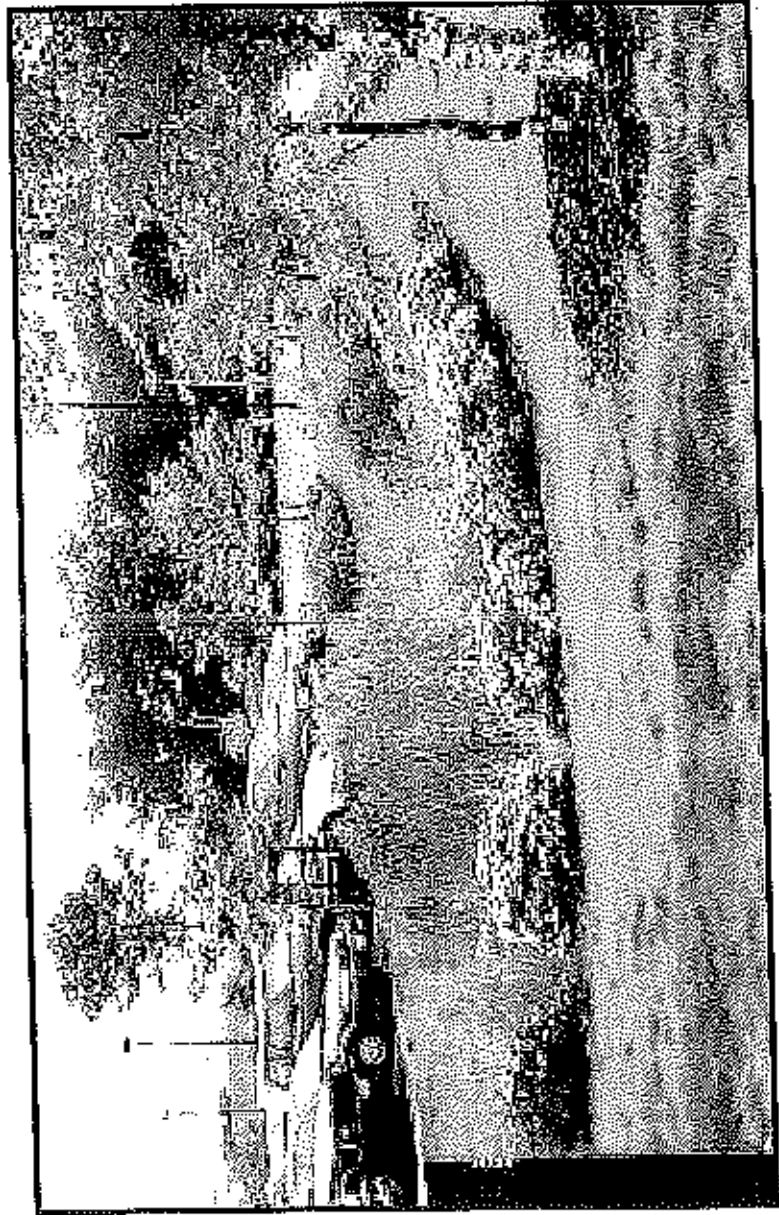
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Consent Decree Progress Supplemental Environmental Project #2

Green Infrastructure



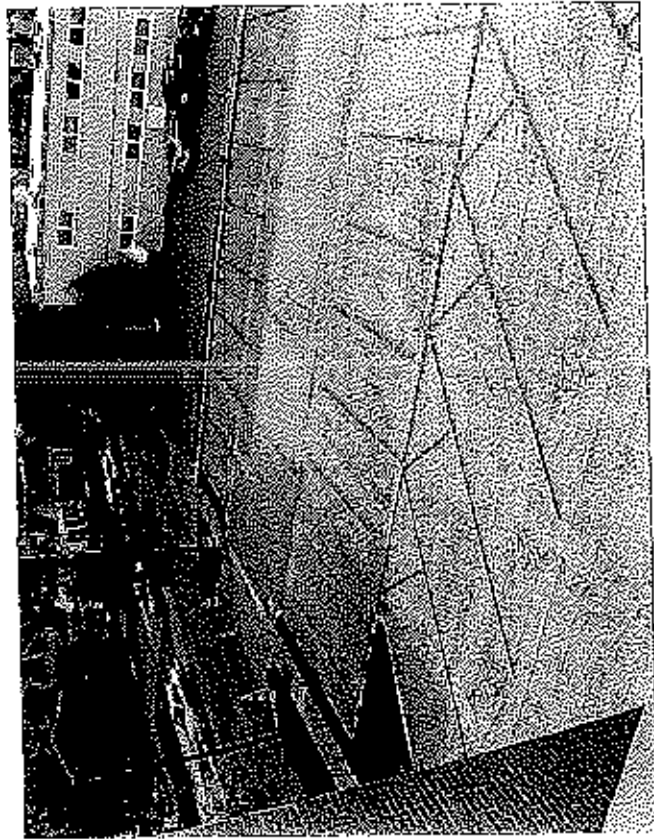
Green Infrastructure SFP

- ❑ Requirement - spend at least \$230,000 to implement one or more green infrastructure projects.
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Green Infrastructure SEP Project

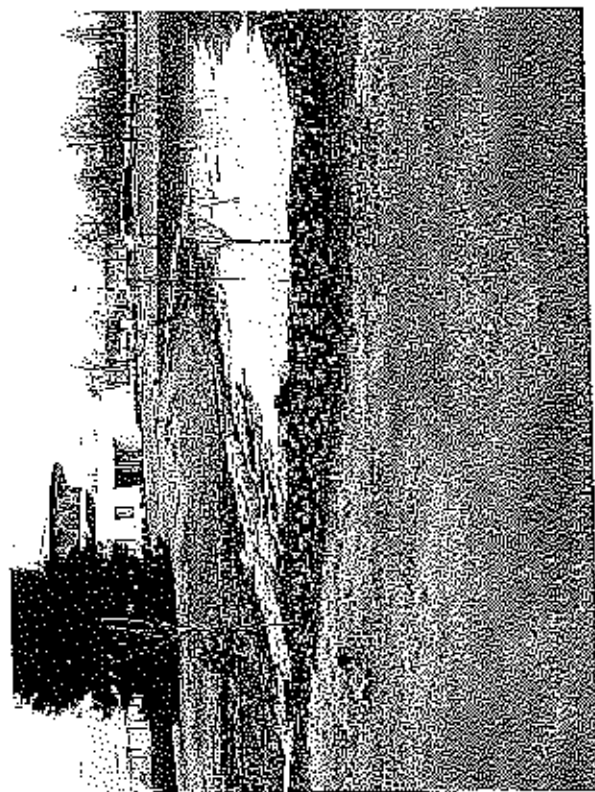
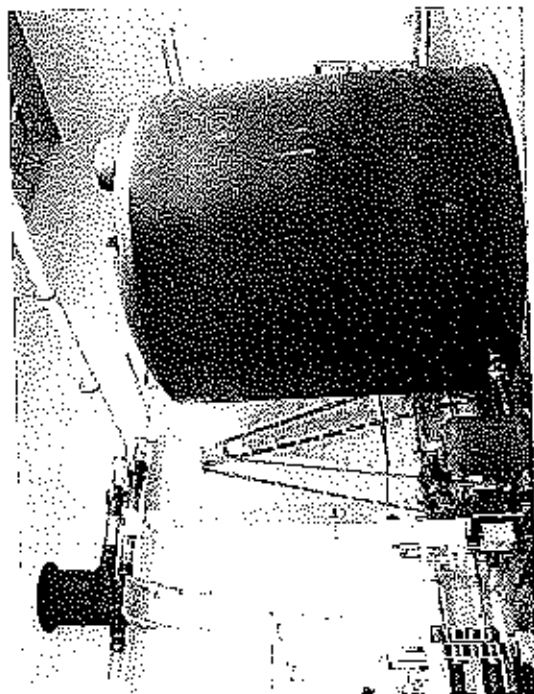
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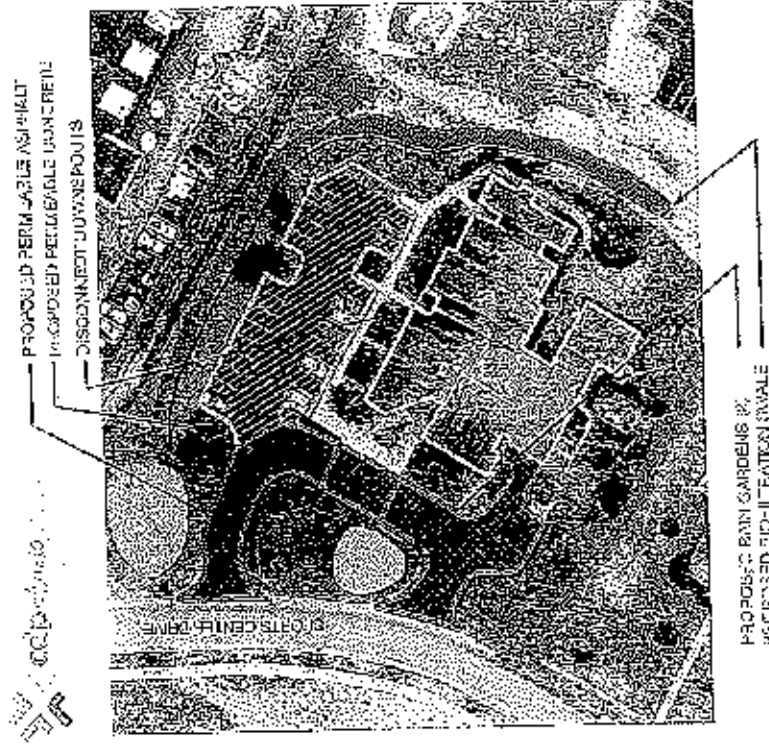
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RONALD MCDONALD HOUSE
LFUGG Incentive Grant Application

Green Infrastructure SEP - Projects

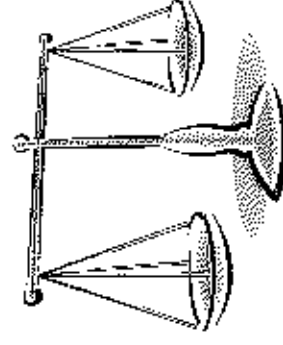
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Priority Flooding Project Progress

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- ❑ Current list / process excluded commercial properties
- ❑ Supplemental Environmental Project (SEP) Appendix K-2
 - Re-evaluate priority list including scoring methodology; revise if necessary,
 - Spend \$30 M by January 3, 2021 (10 years) completing projects **on the priority list.**

Priority Flooding Project Progress - 2011

Local Funding Leveraged with FEMA grants

- Ft. Sumter Drive - # 61.5
- Parkside & Shandon Drive - #78
- Lafayette Blvd / Southbend Drive - # 83.5

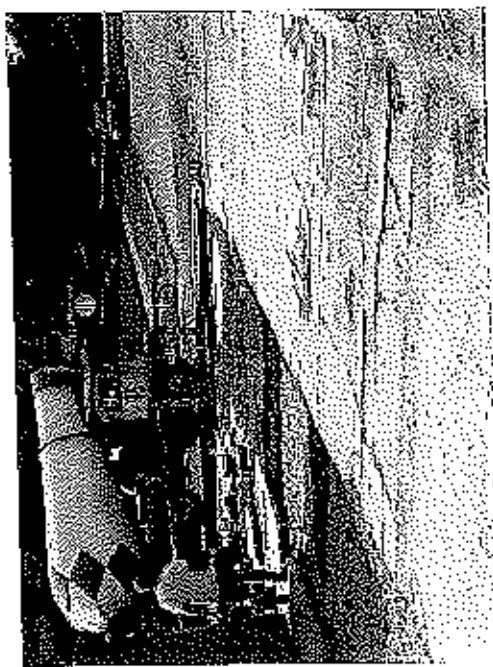
Total Expense = \$1,791,581

Priority Flooding Project Progress - 2011

Fund 4051 Funded Projects

Priority Number	Project Name - Priority #	2011 Expense
47.5 & 54.6	Anniston/Wickland - #47.5 & #54.6	\$1,195,710
65.5	Crimson King / Coldstream - #65.5	\$1,322,717
65	Meadows - # 65	\$104,798
40.5	Loch Lomond - #40.5	\$32,820
4.7	Sherwood Drive - #4.7	\$20,816
		\$2,676,861

Priority Flooding Project Progress - 2011



Total 2011 Capital
Expenditures
Applicable to Meeting
the SEP #3?

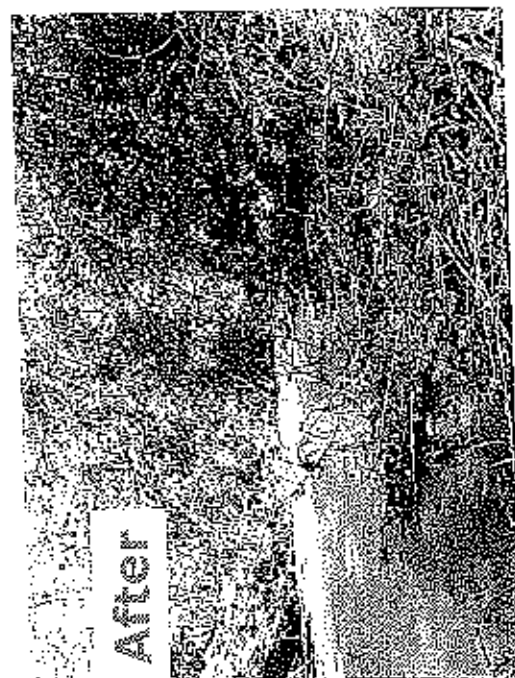
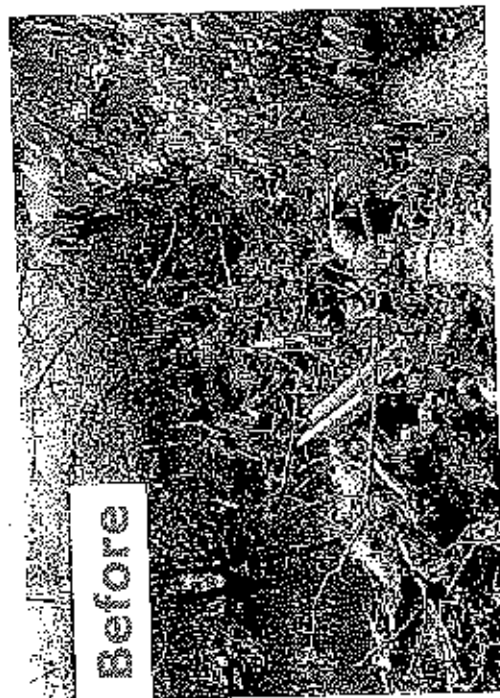
\$4,678,628 (15% of
obligation in first
year.)



Water Quality Initiatives

Litter Collection

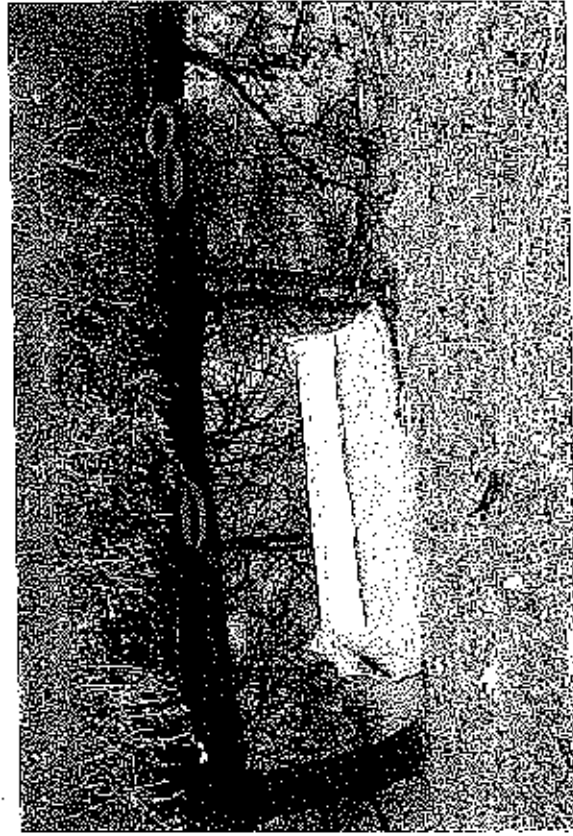
- ▣ \$250,000 budget for FY12.
- ▣ Over 61 miles of streams cleaned.
- ▣ 412,000 pounds (over 200 tons) of debris removed.



Water Quality Initiatives

Litter Collection

- ❑ Two contractors used.
- ❑ Hand removal only, no mechanical equipment.
- ❑ Property owner permission granted in advance.



Water Quality Initiatives

Additional Incentive Grant projects awarded

- ❑ \$330,843 in Class A grants geared toward neighborhood associations and community organizations.
- ❑ Past grant recipients include:

The Gardens of Hartland H.O.A.	Autumn Ridge H.O.A.
The Friends of Wolf Run	Southern Heights N.A.
Living Arts and Science Center	Eastland Parkway N.A.
The Woodfield Homes Assoc.	Meadowthorpe N.A.

Water Quality Initiatives

Additional Incentive Grant projects awarded

- ☐ Class B grants are geared toward educational institutions (curriculum) or toward capital infrastructure (design and construction)
- ☐ \$1,139,219 in Class B grants awarded, \$938,965 in awards pending
- ☐ In addition to the SEP projects noted in earlier slides, past and pending grant recipients include:

Hartland H.O.A. #1	Lexmark
The UK Research Foundation	Bluegrass Stockyards
Fayette County Schools (multiple)	Community Montessori School
The Trane Company	Hartland H.O.A. #2

Financial Highlights – see packet

- ❑ Statement of Revenues, Expenses and Changes in Net Assets
- ❑ Statement of Net Assets
- ❑ Statement of Cash Flows

Financial Highlights - comments

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- ☐ Assets: \$5.9 M in cash
- ☐ Debt: Radcliffe Road project (federal stimulus project)

Financials - Division of Water Quality

□ FY12 Budget - Fund 4051

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□ FY12 DWQ Appropriation Breakdown

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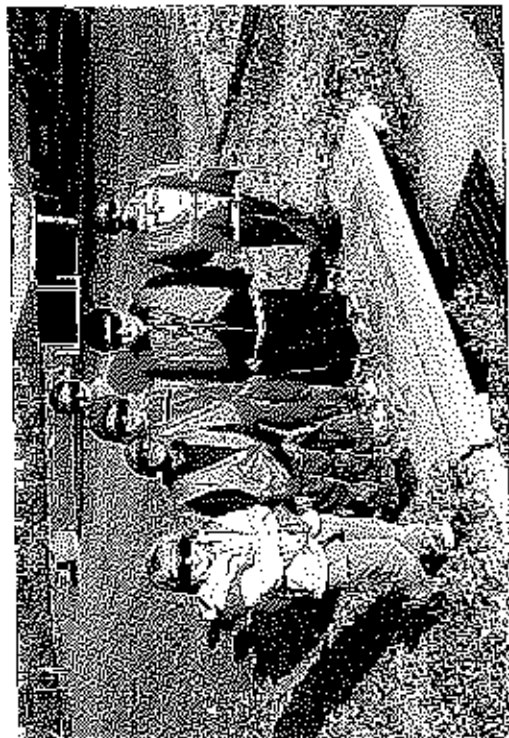
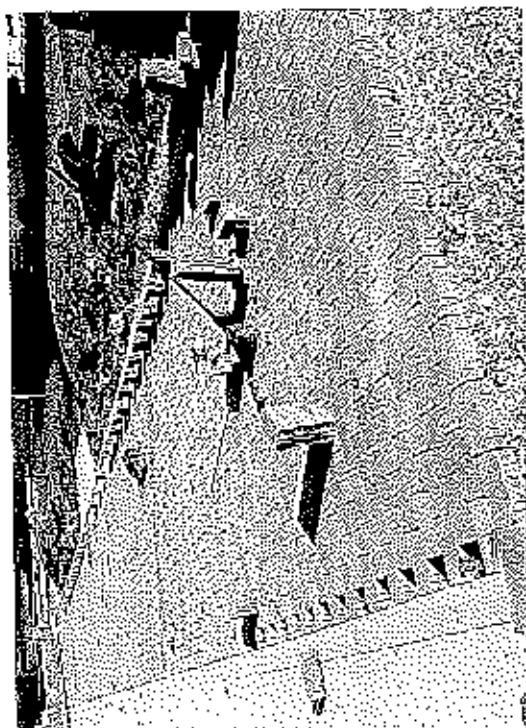
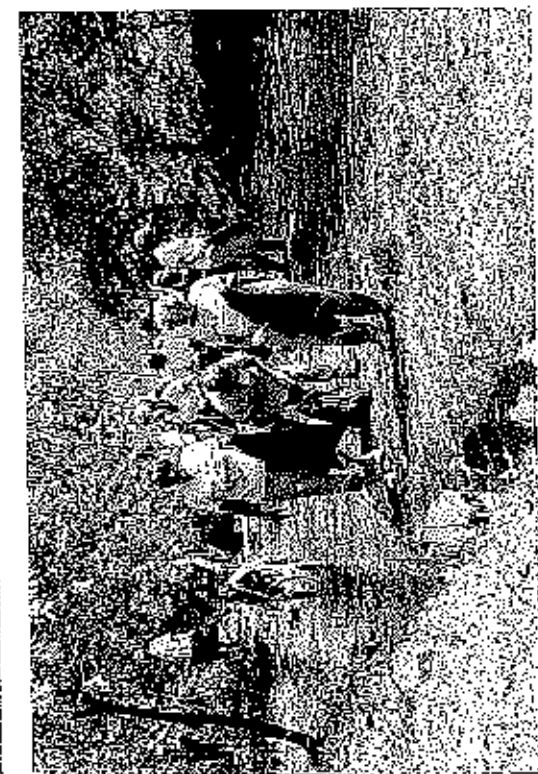
Financials – Division of Water Quality

Key Operational Costs Pending for FY12

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- ❑ Mowing Season



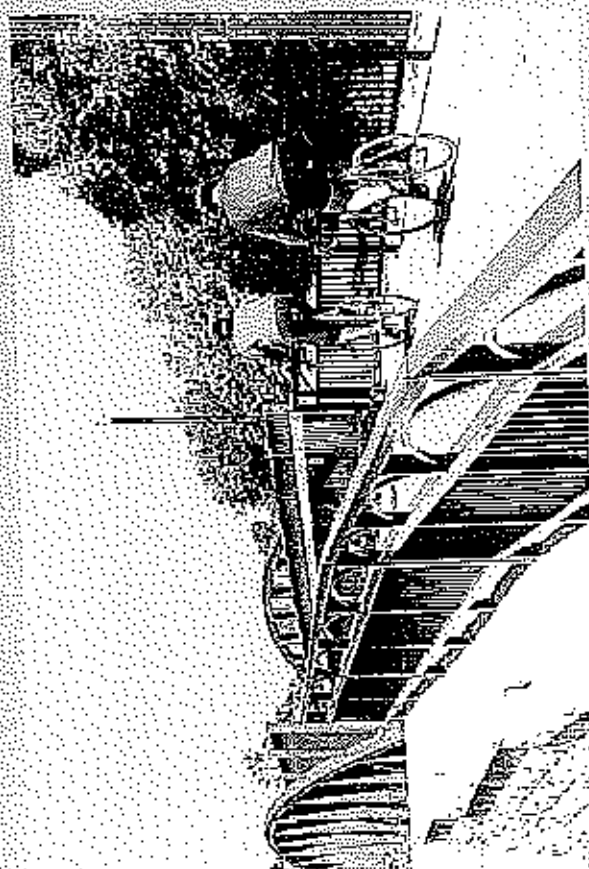
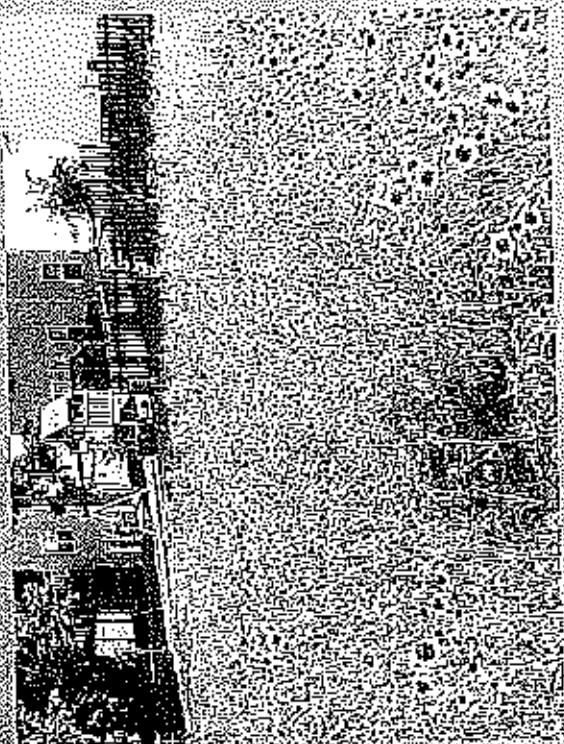
Questions and Answers



Greenways Program Update

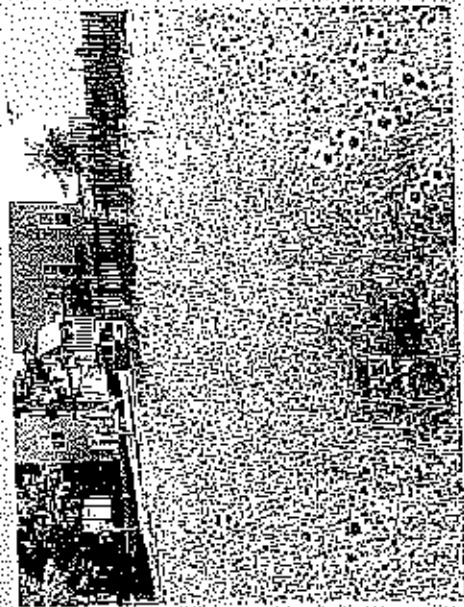
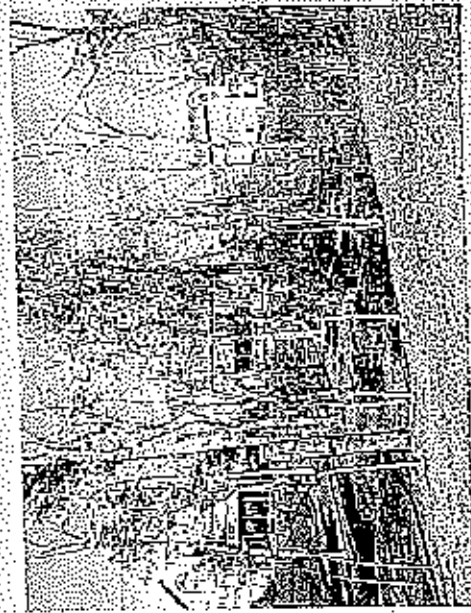
Environmental Quality Committee

January 31, 2012



Per our last meeting, the Committee passed a Motion for updates regarding the following:

- Budget
- Property Identified as future Greenway
- Planning & Acceptance Policies
- Greenway Coordinating Team
- Greenway Manual Update
- Recommendations



BUDGET

Where are we today:

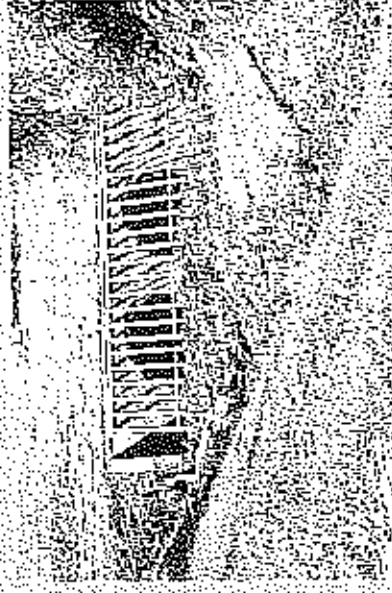
- 855 acres of Greenways currently owned by LFUGG (Existing)
- 164 acres recorded (99 acres in Expansion Area) to become LFUGG-maintained Greenways (in Process)
- 350 acres undeveloped within Urban Service Area (Future Greenways)
- Divisions with Greenway maintenance budgets and acreage:

<u>Division</u>	<u>Acreage</u>	<u>Budget</u>	<u>Fund</u>
Parks & Recreation	559 (205 Mowed)	\$88,100	1101
Water Quality	163 (Mowed)	\$50,000	4051
Engineering	144 (Naturalized)	\$125,000	4051
Engineering	34 (GW Trail maintenance)	\$30,000	1101
		\$368,100	



Current Maintenance:

- Mowing
- Maintenance of natural/riparian areas

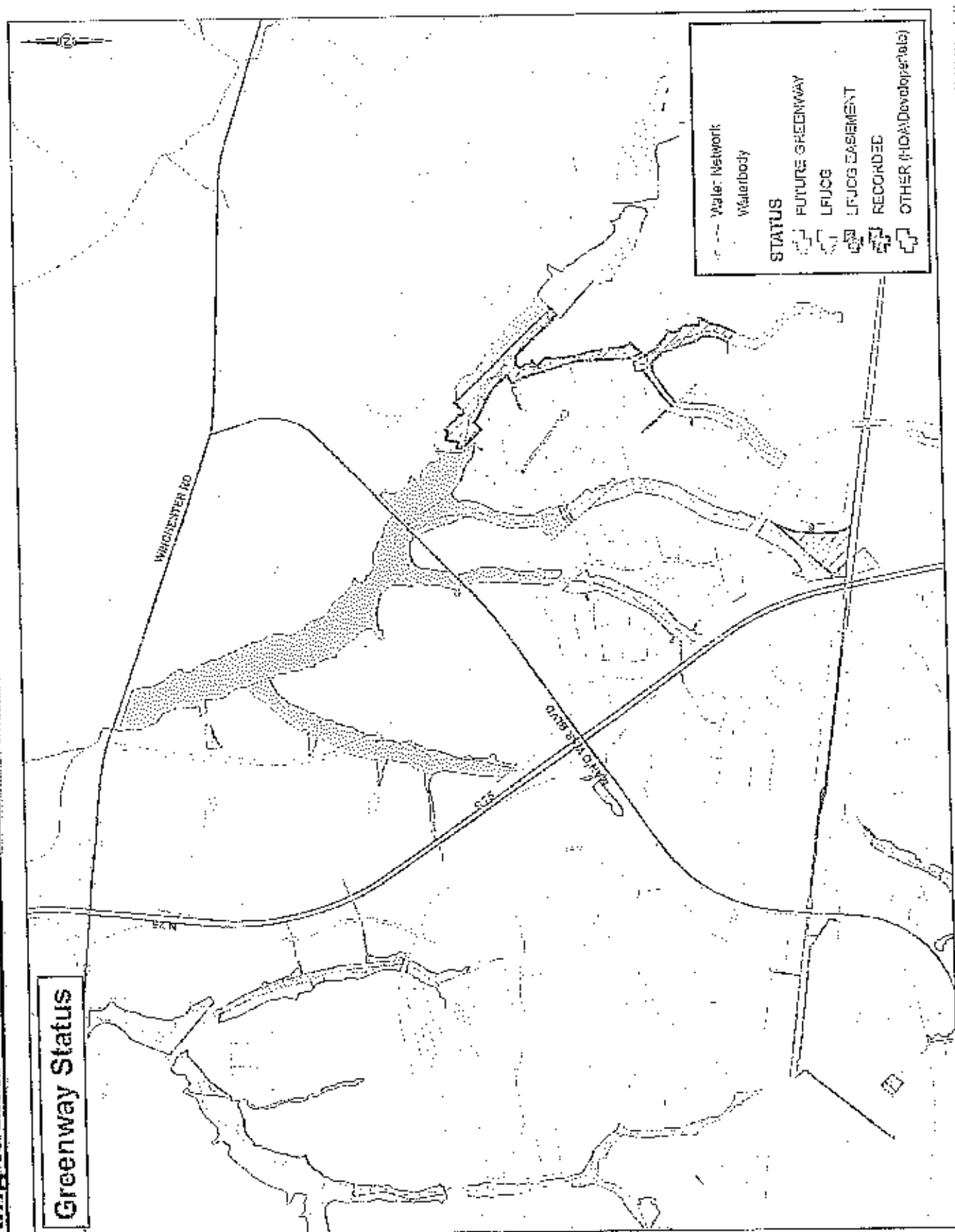


Needs not included in current maintenance budgets:

- Infrastructure repair/improvements (trees, fences, marquees, signs, etc)
- Establishment of Naturalized Greenways
- Enforcement / inspection program
- Public education/outreach program



Tracking Identified & Future Greenways via GIS

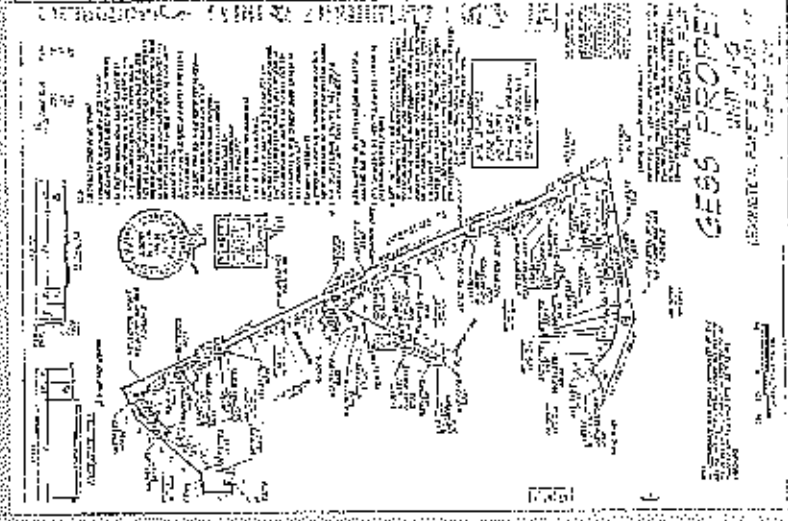


Planning & Acceptance Policies Moving Forward

Greenway Acquisition Matrix:

- Voluntary dedication
 - New Development
 - Capital Improvement
- Purchase
- Easements
- Park Reservation
- Scoring criteria for system inclusion:
 - Alternative Transportation
 - Health / Fitness
 - Recreation
 - Cultural & Historic Resources
 - Economic Development
 - Water Quality
 - Plant & Animal Habitat
 - Estimated Annual Maintenance

Costs



Scorecard	Category	Score	Comments
	Transportation Alternative		
	Health, Fitness and Recreation		
	Cultural and Historic Resources		
	Economic Development		
	Water Quality		
	Bio-diversity		
	Recreational Availability		
	Additional Points		

Proposed Greenway Management Plan:

GREENWAY MANAGEMENT PLAN

SECTION A GENERAL INFORMATION

Project Name	Greenway	Location	Greenway
Project Type	Greenway	Owner	Greenway
Project Manager	Greenway	Project Manager	Greenway
Project Type	Greenway	Project Type	Greenway
Use & Activity	Greenway	Use & Activity	Greenway
Trail	Greenway	Trail	Greenway
Conservation area	Greenway	Conservation area	Greenway
Features / Amenities	Greenway	Features / Amenities	Greenway
Spring	Greenway	Spring	Greenway
Naturalized area	Greenway	Naturalized area	Greenway
Wildlife habitat	Greenway	Wildlife habitat	Greenway
Safety	Greenway	Safety	Greenway
Hazard Removal	Greenway	Hazard Removal	Greenway
Routine Maintenance	Greenway	Routine Maintenance	Greenway
Stream bank repair	Greenway	Stream bank repair	Greenway
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Enforcement	Greenway	Enforcement	Greenway
Fines, Penalties	Greenway	Fines, Penalties	Greenway
Education / Outreach	Greenway	Education / Outreach	Greenway
Adopt a Greenway	Greenway	Adopt a Greenway	Greenway
Enhancements	Greenway	Enhancements	Greenway
Plantings	Greenway	Plantings	Greenway
Trail design	Greenway	Trail design	Greenway

SECTION B USE & ACTIVITY

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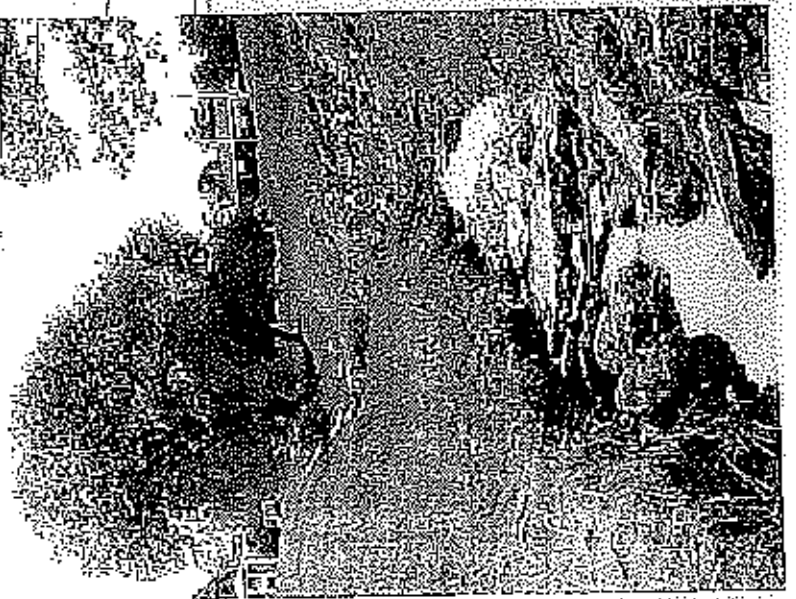
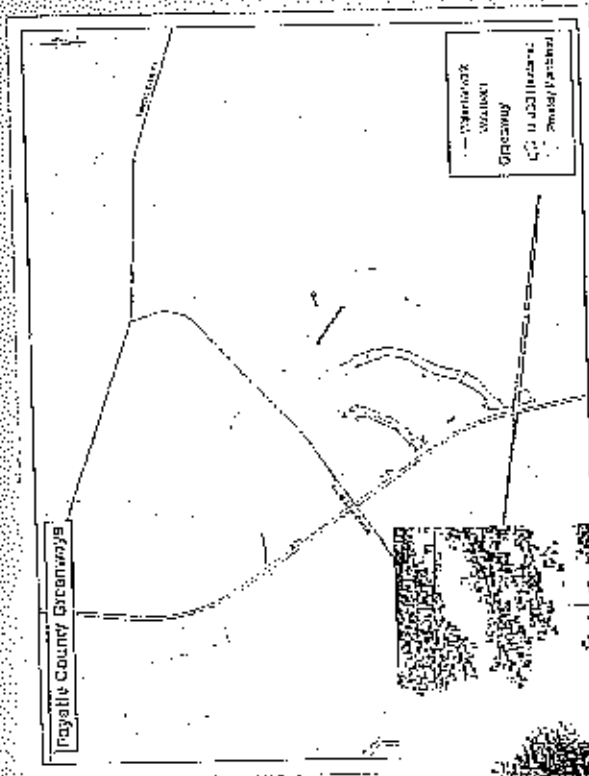
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General Information

- Location
- Project Manager
- Property Type
- Use & Activity
- Trail
- Conservation area
- Features / Amenities
- Spring
- Naturalized area
- Wildlife habitat
- Safety
- Hazard Removal
- Routine Maintenance
- Stream bank repair
- Trail Repair
- Enforcement
- Fines, Penalties
- Education / Outreach
- Adopt a Greenway
- Enhancements
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- Trail design

Funding Sources for Greenway Enhancements / Amenities:



CURRENT:

Congestion Mitigation Air Quality
General Fund
Lexington Area Highway
Transportation Funds (SLX)
Municipal Aid Program
Recreational Trails Grant
Safe Routes to Schools
Transportation, Community,
and System Preservation
Transportation Enhancement
Water Quality Mgmt Fee

POTENTIAL:

EPA 319 Grants
Health/Fitness grants
Land & Water Conservation Fund
Private Grants & Investments
Trail Bond

Greenway Coordinating Team

- Kevin Wentz
- Cindy Deitz
- Keith Lovan
- Chris Cooperider
- Michelle Kosieniak
- Kenzie Gleason



Greenway Master Plan

- GW Master Plan recommended:
 - Adoption of the Greenway Manual
 - Define roles of key participants
 - Procedures for acquisition & funding
 - Set standards & guidelines for design, construction, management and operation for all Fayette County greenways.
- Draft manual developed 2006 with minor revisions 2009
- Update draft manual and solicit stakeholder input recommended

▪ Current Course

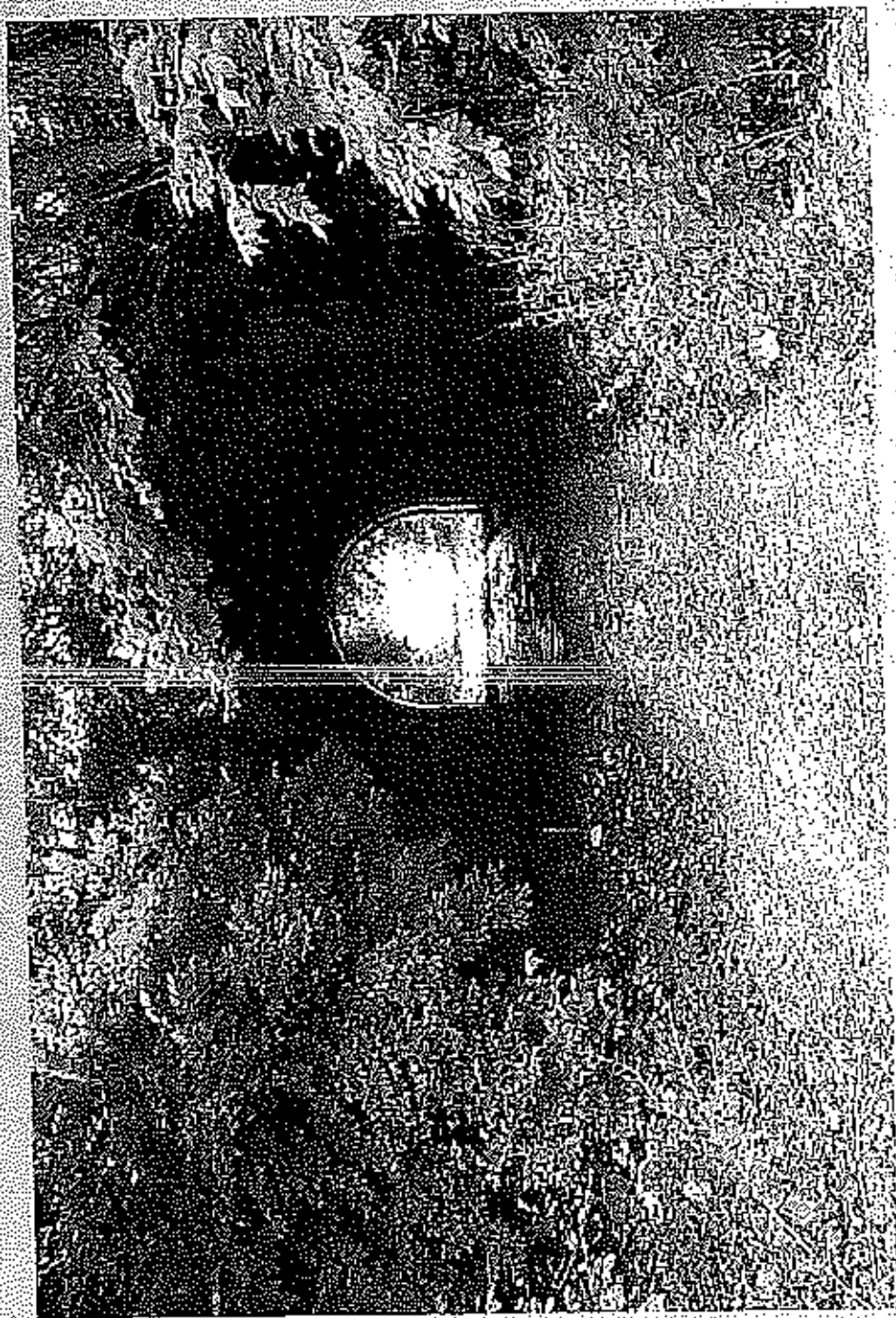
- Defer accepting new greenways if developers or HOAs can manage the property
- Review costs to execute the Greenways Master Plan – look for lower cost opportunities
- Lower the average cost of maintenance per acre
 - Naturalization
 - Community involvement
 - UK
 - FCPS
 - Neighborhood Associations / HOAs
 - Volunteer labor



• Recommendations

- Formalize a structure to assess, approve, and assure maintenance of Greenways – groups needed to coordinate through a 'central committee'
- Appoint / Hire Greenways Coordinator (currently - Greenway Coordinating Team)
- Formalize a Greenways Coordinating Committee
 - Membership specified from effected Divisions
 - Perform as 'Lead agency' for Greenways
- Produce a consistent management structure
- Establish Enforcement Program
- Prioritize and standardize maintenance; per approved budgets (Matrix developed)
- Create public outreach and educational program
- Incorporate tracking mechanism for GW & naturalized areas in similar fashion to the Pavement Mgmt System (GIS based)
- Create Greenway maintenance line item in budget (per Division)

Questions?



LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
ENTERPRISE FUNDS
For the Year Ended June 30, 2011

	<u>Water Quality Mgt.</u>
Operating Revenues	
User Charges	\$11,596,442
Other Income	8,127
Total Operating Revenues	<u>11,604,569</u>
Operating Expenses	
Administration	
Personnel	2,524,850
Operating	1,851,688
Capital	1,866,231
Total Administration Expenses	<u>6,242,768</u>
Depreciation	23,220
Total Operating Expenses	<u>6,265,988</u>
Operating Income (Loss)	<u>5,338,581</u>
Non-Operating Revenues (Expenses)	
Income on Investments	(11,302)
Interest Expense and Fiscal Agent Fees	(14,093)
Total Non-Operating Revenues (Expenses)	<u>(25,395)</u>
Income (Loss) Before Contributions and Transfers	5,313,186
Transfers Out	<u>(740)</u>
Change in Net Assets	5,312,446
Net Assets - July 1	1,651,431
Net Assets - Jun 30	<u><u>\$6,963,877</u></u>

LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT
STATEMENT OF NET ASSETS
ENTERPRISE FUNDS
For the Year Ended June 30, 2011

	<u>Water Quality Mgt.</u>
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$5,927,219
Investments	983,410
Receivables:	
User Fees Receivable	798,263
Less Allowance for Uncollectible Accounts	(85,539)
Inventories and Prepaid Expenses	23,880
Total Current Assets	<u>7,649,233</u>
Non-Current Assets:	
Capital Assets:	
Land	358,185
Infrastructure	1,368,773
Vehicles, Equipment, and Furniture	19,999
Less Accumulated Depreciation	(23,221)
Construction in Progress	70,332
Total Non-Current Assets	<u>1,794,068</u>
Total Assets	<u>9,443,303</u>
LIABILITIES	
Current Liabilities:	
Accounts, Contracts and Retainage Payable	574,073
Accrued Payroll	83,595
Internal Balances	281,813
Compensated Absences - Current	99,557
Bonds & Notes Payable - Current	56,898
Interest Payable	2,194
Total Current Liabilities	<u>1,098,129</u>
Non-Current Liabilities	
Bonds & Notes Payable - Non-Current	1,281,741
Compensated Absences - Non-Current	99,556
Total Non-Current Liabilities	<u>1,381,297</u>
Total Liabilities	<u>2,479,426</u>
NET ASSETS	
Invested in Capital Assets, net of related debt	455,429
Unrestricted (Deficit)	6,508,448
Total Net Assets	<u>\$6,963,877</u>

LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT
STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
For the Year Ended June 30, 2011

	<u>Water Quality Mgt.</u>
Increase (Decrease) in Cash and Cash Equivalents:	
Cash Flows from Operating Activities:	
Receipts from Customers	511,362,139
Payments to Suppliers	(2,994,005)
Payments to Employees	(2,466,264)
Net Cash Provided by (Used in) Operating Activities	<u>5,901,870</u>
Cash Flows from Noncapital Financing Activities:	
Transfers Out	(740)
Net Cash Flows from Noncapital Financing Activities	<u>(740)</u>
Cash Flows from Capital and Related Activities:	
Purchases of Property, Plant and Equipment	(1,817,018)
Proceeds from Bond Issuance	1,338,639
Interest and Fiscal Agent Fees Paid on Bonds	(14,093)
Net Cash Flows from Capital and Related Activities	<u>(492,472)</u>
Cash Flows from Investing Activities:	
Purchases of Investments	(985,410)
Income on Investments	(11,302)
Net Cash Flows from Investing Activities	<u>(996,712)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	4,411,946
Cash and Cash Equivalents at Beginning of Year	1,515,273
Cash and Cash Equivalents at End of Year	<u>5,927,219</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:	
Operating Income (Loss)	5,338,581
Adjustments Not Affecting Cash:	
Depreciation	23,220
Allowance for Bad Debts	66,333
(Increase) Decrease in Assets:	
Accounts Receivable	(243,630)
Other Receivables	1,200
Inventories and Prepaid Expenses	(23,880)
Increase (Decrease) in Liabilities:	
Accounts Payable	397,453
Accrued Payroll	45,704
Due to Other Funds	281,813
Other Liabilities	2,194
Compensated Absences	12,882
Total Adjustments	<u>563,289</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$5,901,870</u>