

Lexington-Fayette Urban County Government

*200 E. Main St
Lexington, KY 40507*



Tuesday, February 23, 2016

3:00 PM

Packet

Council Chamber

Urban County Council Work Session

**Urban County Council
Schedule of Meetings
February 22 – February 29, 2016**

Monday, February 22

No Meetings

Tuesday, February 23

Design Excellence Subcommittee.....10:30 am
Conference Room – 5th Floor Government Center

Budget, Finance & Economic Development Committee.....1:00 pm
Council Chamber – 2nd Floor Government Center

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

Wednesday, February 24

Parks Advisory Board.....4:30 pm
Picadome – 469 Parkway Drive

Thursday, February 25

No Meetings

Friday, February 26

No Meetings

Monday, February 29

No Meetings

Lexington-Fayette Urban County Council
Work Session Agenda
February 23, 2016

- I. Public Comment - Issues on Agenda**
- II. Requested Rezoning/ Docket Approval – No**
- III. Approval of Summary – Yes**
 - a** Table of Motions: February 16, 2016 Work Session, p. 1-2
- IV. Budget Amendments – No**
- V. New Business – Yes, p. 3-10**
- VI. Continuing Business/ Presentations**
 - a** Committee Summary: Budget, Finance & Economic Development, January 23, 2016, p. 11-15
- VII. Council Reports**
- VIII. Mayor's Report – No**
- IX. Public Comment - Issues Not on Agenda**
- X. Adjournment**

Administrative Synopsis - New Business Items

- a** **53-16** Authorization to request approval of Change Order #1, to Building Crafts, Inc.; the contractor for the Town Branch WWTP Solids Improvements Project. Approval of this change order results in an increase of \$84,103.00 to the contract. The revised contract amount including this change order will be \$1,983,646.00 representing a 4.43% increase of the original contract amount. The increase includes concrete work, additional demolition, integration of controls, and a bulk polymer order. Funds are budgeted. (L53-16) (Martin/Hoskins-Squier) p. 3-6
- b** **126-16** Authorization to sign an agreement with the Bureau of Alcohol, Tobacco & Explosives (ATF) for use of the 800 MHz public safety radio communication system. Granting the ATF access to Lexington's radio system and Lexington Police channels enhances communication between agencies, thus improving officer safety during joint response. ATF will not pay to have Lexington's frequencies programmed on its radios and Lexington does not incur cost associated with this agreement. No budgetary implications. (L126-16) (Stack/Bastin) p. 7
- c** **128-16** Authorization to accept an End User License Agreement and Support Agreement with Collective Data. Collective Data is an asset inventory management software, or what we refer to as a quartermaster system. Collective Data will allow the Police Department to track everything from vehicle emergency equipment to police uniform equipment and accessories. Collective Data provides a more detailed item inventory and allows for complete tracking of an asset during its lifetime, whereas currently, we track what is issued to an individual person. Collective Data is the first step toward a true quartermaster system and our preference is to have the software in place and tracking assets before we move all assets to one location for checking in and checking out, to potentially include uniforms, which could in turn lead to a reduction or even elimination of uniform allowances. The cost is \$18,500.00 this FY. The cost for future FY is \$4,375.00 for annual maintenance. Cost is fully budgeted. (L128-16) (Barnard/Bastin) p. 8
- d** **129-16** Authorization to approve the addendum to the current New World Systems Software Maintenance Agreement (Resolution #767-2015). The addendum is in regards to the current New World Systems Corporation merging with Tyler Technologies, Inc. Tyler Technologies will now be the new representatives for the products we currently utilize through New World Systems Corporation. There will be no budgetary impact. (L129-16) (Barnard/Bastin) p. 9

e

146-16

Authorization to abolish one (1) vacant classified position of Skilled Trades Worker Sr. (Grade 517N) and create one (1) classified position of Corrections Building Maintenance Sr. (Grade 519N). In addition, the attached action is also requesting authorization to change the title of one (1) vacant position of Corrections Maintenance Mechanic Sr. (Grade 519N) to Corrections Building Maintenance Sr. (Grade 519N) all in the Division of Community Corrections, effective upon passage of Council. Upon the request of the division and in accordance with the Code of Ordinances, the Division of Human Resources conducted classification studies according to standard procedures using the Job Analysis Questionnaire and position audit. The fiscal impact for FY 2016 will be a cost of \$2,184.52. Funds are budgeted. (L146-16) (Maxwell/Hamilton) p. 10

**URBAN COUNTY COUNCIL
WORK SESSION
TABLE OF MOTIONS
February 16, 2016**

Mayor Gray called the meeting to order at 3:01pm. Council Members Kay, Stinnett, Moloney, J. Brown, Akers, Gibbs, Lamb, Farmer, Evans, Scutchfield, F. Brown, Bledsoe and Henson were present. Council Members Mossotti and Hensley were absent.

I. Public Comment – Issues on Agenda

II. Requested Rezoning/Docket Approval

Motion by Farmer to approve the February 18, 2016 docket. Seconded by Akers. Motion passed without dissent.

III. Approval of Summary

Motion by Farmer to approve the February 9, 2016 summary. Seconded by Kay. Motion passed without dissent, with the addition of “reconsider” to the motion at the bottom of page 2.

IV. Budget Amendments

Motion by Stinnett to approve budget amendments. Seconded by Farmer. Motion passed without dissent.

V. New Business

Motion by Farmer to approve new business. Seconded by Kay. Motion passed without dissent.

VI. Continuing Business/Presentations

Motion by Farmer to approve a resolution adjusting downtown speed limits (from EQPW Committee). Seconded by Kay. Motion passed without dissent.

Motion by Farmer to approve an ordinance amending article III, chapter 12 of the Code of Ordinances related to riparian areas, riparian buffer zones, and riparian buffer permits (From EQPW Committee). Seconded by Kay. Motion passed without dissent.

VII. Council Reports

Motion by Bledsoe to schedule a presentation by Charlie Martin at the April EQPW committee on updates on the Stormwater Improvement Plan and some efficiency his office is considering to handle multiple projects. Seconded by Farmer. Motion passed without dissent.

Motion by Bledsoe to schedule a presentation for the Bluegrass Sports Commission on the results of the Sports Complex Study at a March work session. Seconded by Akers. Motion passed without dissent.

VIII. Mayor's Report

Motion by Stinnett to approve the Mayor's Report. Seconded by Henson. Motion passed 12-1. Kay, Stinnett, Moloney, J. Brown, Akers, Gibbs, Lamb, Farmer, Evans, F. Brown, Bledsoe and Henson voted yes. Scutchfield voted no.

IX. Public Comment – Issues Not on Agenda

Motion by Kay to enter closed session pursuant to KRS 61.810(1)(c) for the purpose of discussing potential litigation. Seconded by Farmer. Motion passed without dissent.

Motion by Stinnett to return from closed session. Seconded by Scutchfield. Motion passed without dissent.

X. Adjournment

Motion by Scutchfield to adjourn at 4:58pm. Seconded by Bledsoe. Motion passed without dissent.

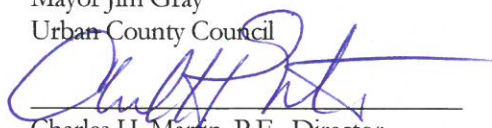


Lexington-Fayette Urban County Government
DEPARTMENT OF ENVIRONMENTAL QUALITY AND PUBLIC WORKS

Jim Gray
Mayor

Dowell Hoskins-Squier, P.E.
Acting Commissioner

TO: Mayor Jim Gray
Urban County Council

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

CC: Tiffany Rank, P.E., Division of Water Quality

DATE: January 13, 2016

SUBJECT: Change Oder #1; Town Branch WWTP Solids Improvements

Request

The Division of Water Quality request approval of Change order #1, to Building Crafts Inc.; the contractor for the Town Branch WWTP Solids Improvements project.

Purpose of Request

The increase to the contract includes concrete work, additional demolition, integration of controls, and a bulk polymer order. The most costly increase (the bulk polymer order) was necessary to operate the centrifuges efficiently until a unit price contract for the liquid polymer is established through LFUCG standard purchasing procedures.

Project Cost in FY16 Budget and Future Budget Years

FY16 – Approval of this change order results in an increase of \$ 84,103.00 to the contract. The revised contract amount including this change order will be \$1,983,646.00 representing a 4.43 % increase of the original contract amount.

Future Budget Impact –This change order will not have an impact on future budget years.

Are Funds Budgeted

Funds are Budgeted in: 4002 303402 0001 91017

Martin/Hoskins-Squier

To (Contractor):
Building Crafts Inc.
Rosewood Drive
Wilder, KY 41076

Date:	January 13, 2016
Project:	Town Branch WWTP Solids Improvements
Location:	TB WWTP
Contract No.	66-2015
Original Contract Amt.	\$1,899,543.00
Cumulative Amount of Previous Change Orders	\$0.00
Percent Change - Previous Change Orders	
Total Contract Amount Prior to this Change Order	\$1,899,543.00
Change Order No.	1

You are hereby requested to comply with the following changes from the contract plans and specification;

Item No.	Description of changes-quantities, unit prices, change in completion date, etc.	Decrease in contract price	Increase in contract price
1	Furnish and install curb in containment area		\$1,150.00
2	Removal of a raised concrete pad in work area		\$1,536.00
4	Integration of the centrifuge controls into the SCADA system		\$13,797.00
5	Upgrade to the control screens for the polymer system (3)		\$6,115.00
6	Bulk Polymer Order		\$61,505.00
	Total decrease	\$0.00	
	Total increase		\$84,103.00
	Net Amount of this Change Order	\$84,103.00	
	New Contract Amount Including this Change Order	\$1,983,646.00	
	Percent Change - This Change Order		
	Percent Change - All Change Orders		

The time provided for the completion in the contract and all provisions of the contract will apply hereto.

Recommended by T. J. Rank (Proj. Engr.) Date 1/19/2016
Accepted by DAN BICKETZ (Contractor) Date 1/19/2016
Approved by Emily H. Mink (Director) Date 1/21/16
Approved by _____ (Commissioner) Date _____
Approved by _____ (Mayor or CAO) Date _____

JUSTIFICATION FOR CHANGE

PROJECT: Town Branch WWTP Solids Improvements

CONTRACT NO. 66-2015

CHANGE ORDER: 1

1. Necessity for change: Back-up data is attached explaining the necessity for each item.
2. Is proposed change an alternate bid? ___ Yes X No
3. Will proposed change alter the physical size of the project? ___ Yes X No
If "Yes", explain.
4. Effect of this change on other prime contractors: N/A
5. Has consent of surety been obtained? X Yes ___ Not Necessary
6. Will this change affect expiration or extent of insurance coverage? ___ Yes X No
If "Yes", will the policies be extended? ___ Yes ___ No
7. Effect on operation and maintenance costs: N/A
8. Effect on contract completion date: No effect to contract completion date.

Mayor

Date

Summary Chart for Change Order #1									
Project:		Town Branch Solids Improvements Lexington, Kentucky Contract # R 66-2015			Key Ow = Owner Om = Omission A/E = Architect/Engineer C = Contractor				
No.	Date	Brief Description	Price	Change Requested by				CO No.	
				Ow	A/E	C	Om		
1	8/4/2015	Furnish and install curb in containment area The installation of a poured curb around the edge of the exterior walls of the containment area to bridge an expansion joint and some deteriorated wall that was discovered during demolition.	\$1,150.00	X		X		1	
2	9/11/2015	Removal of a raised concrete pad in work area Removal of a raised concrete pad not included in original demolition. This will remove a trip hazard and ease equipment access in the future.	\$1,536.00	X				1	
4	12/17/2015	Controls integration of the Centrifuges to the SCADA system This will integrate the centrifuge controls into the SCADA system for viewing in the control room for the operators. The graphics will also be changed to show the centrifuges and no the belt filter presses as shown currently. A \$20,000.00 allowance was included in the bid this amount is additional money needed.	\$13,797.00	X				1	
5	1/13/2015	Upgrade to the control screen for the polymer system This was an upgrade needed to continue continuity of control panels throughout the plants.	\$6,115.00	X				1	
6	1/13/2015	Bulk Polymer Order After confirmation of the centrifuge performance with the recommended polymer a build order of 5,000 gallons is necessary to keep the plant with a supply of polymer until a new unit price contract is established through LFUCG standard purchasing procedures.	\$61,505.00	X				1	
Page TOTAL			\$84,103.00						



Lexington-Fayette Urban County Government
DEPARTMENT OF PUBLIC SAFETY

Jim Gray
Mayor

Ronnie Bastin
Commissioner

TO: Major Jim Gray
Council Members

Robert Stack

FROM: Robert Stack, Director
Lexington Enhanced 911

DATE: February 10, 2016

SUBJECT: Agreement with Bureau of Alcohol, Tobacco & Firearms – 800 MHz Radio System

Request:

The Division of Enhanced 911 is requesting a resolution authorizing the Mayor to sign an agreement with the Bureau of Alcohol, Tobacco & Firearms (ATF) for use of the 800 MHz public safety radio communication system. Attached are three original agreements signed by William Boudhuin, Resident Agent-In-Charge, ATF. Please return two originals to my attention and my office will forward one original to the ATF.

Why are you requesting?

The agreement outlines the terms under which ATF will be allowed to program its radios so that they can have limited access to Lexington's radio system. ATF requested limited access to the radio system so that its agents can communicate directly with Lexington Police during joint operations and E911 on an as-needed basis. Granting the ATF access to Lexington's radio system and Lexington Police channels enhances communication between agencies, thus improving officer safety during joint response. ATF will not pay to have Lexington's frequencies programmed on its radios and Lexington does not incur cost associated with this agreement.

What are the costs in this budget year and future budget years?

There are no new or additional costs associated with this agreement.

Are the funds budgeted?

N/A

File Number: 126-16

cc: Ronnie Bastin, Commissioner of Public Safety
Chief Mark Barnard, Lexington Police Department



Lexington-Fayette Urban County Government
CHIEF ADMINISTRATIVE OFFICE

Jim Gray
Mayor

Sally Hamilton
CAO

TO: Mayor Jim Gray
Urban County Council

FROM: Chief Mark Barnard
Lexington Police Department

CC: Commissioner Ronnie Bastin
Department of Public Safety

DATE: February 10, 2016

SUBJECT: Collective Data End User License Agreement and Support Agreement

Request

Authorization to accept an End User License Agreement and Support Agreement with Collective Data.

Why are you requesting?

Collective Data is an asset inventory management software, or what we refer to as a quartermaster system. Collective Data will allow the Police Department to track everything from vehicle emergency equipment to police uniform equipment and accessories. Collective Data provides a more detailed item inventory and allows for complete tracking of an asset during its lifetime, whereas currently, we track what is issued to an individual person. We currently do not have the ability to track an asset as it moves from one individual to another without manually checking individual inventory records. Collective Data is the first step toward a true quartermaster system and our preference is to have the software in place and tracking assets before we move all assets to one location for checking in and checking out, to potentially include uniforms, which could in turn lead to a reduction or even elimination of uniform allowances.

What is the cost in this budget year and future budget years?

The cost for this FY is: \$18,500

The cost for future FY is: \$4,375 – Annual Maintenance

Are the funds budgeted?

Funds are budgeted – 1101-505502-5527-76102

File Number: - 128-16

Director/Commissioner: Mark Barnard, Chief
Lexington Police Department

MB/rmh



Lexington-Fayette Urban County Government
CHIEF ADMINISTRATIVE OFFICE

Jim Gray
Mayor

Sally Hamilton
CAO

TO: Mayor Jim Gray
Urban County Council



FROM: Chief Mark Barnard
Lexington Police Department

CC: Commissioner Ronnie Bastin
Department of Public Safety

DATE: February 10, 2016

SUBJECT: Addendum – New World Systems Software Maintenance Agreement
(Resolution 767-2015)

Request

Authorization to approve the attached addendum to the current New World Systems Software Maintenance Agreement (Resolution #767-2015).

Why are you requesting?

The attached addendum is in regards to the current New World Systems Corporation being purchased by Tyler Technologies, Inc. Tyler Technologies, Inc. will now be the new representatives for the products we currently utilize through New World Systems Corporation.

What is the cost in this budget year and future budget years?

The cost for this FY is: \$ -0-

The cost for future FY is: -0-

Are the funds budgeted?

Funds are budgeted – N/A

File Number: - 129-16

Director/Commissioner: Mark Barnard, Chief
Lexington Police Department

MB/rmh



Lexington-Fayette Urban County Government
DIVISION OF HUMAN RESOURCES

Jim Gray
Mayor

Sally Hamilton
Chief Administrative Officer

MEMORANDUM

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

FROM: 
John Maxwell, Director
Division of Human Resources

DATE: February 10, 2016

SUBJECT: Abolish/Create - Division of Community Corrections

Request:

The attached action is requesting authorization to abolish one (1) vacant classified position of Skilled Trades Worker Sr. (Grade 517N) and create one (1) classified position of Corrections Building Maintenance Sr. (Grade 519N). In addition, the attached action is also requesting authorization to change the title of one (1) vacant position of Corrections Maintenance Mechanic Sr. (Grade 519N) to Corrections Building Maintenance Sr. (Grade 519N) all in the Division of Community Corrections, effective upon passage of Council.

Why are you requesting:

Upon the request of the division and in accordance with the Code of Ordinances, the Division of Human Resources conducted classification studies according to standard procedures using the Job Analysis Questionnaire and position audit. The positions were analyzed by staff using the whole job rank and factor comparison methods. As a result, a recommendation for their requested positions is described in this action.

What is the cost in the budget year and future budget year?

The fiscal impact for FY 2016 will be a cost of \$2,184.52.

Position Title	Annual Salary Before	Annual Salary After	Annual Increase/Decrease
Skilled Trades Worker Sr.	(\$48,497.28)	\$0	(\$48,497.28)
Corrections Building Maintenance Sr.	\$0	\$50,246.98	\$50,246.98
Total Annual Impact/ Salary and Benefits \$2,184.52			

File Number:

Director/Commissioner: John Maxwell/Sally Hamilton

If you have questions or need additional information, please contact Alisha Lyle at (859) 258-3957.



Budget, Finance & Economic Development

January 26th, 2016
Summary and Motions

Chair Stinnett called the meeting to order at 1:00 p.m. All committee members were in attendance. Council Members Akers, J. Brown and Gibbs were also in attendance.

I. Approval of December 1, 2015 Committee Summary

A motion was made by Scutchfield to approve the December 1, 2015 Budget, Finance & Economic Development Committee Summary & Motions, seconded by Farmer. The motion passed without dissent.

II. December Financials General Fund

Bill O'Mara, Commissioner of Finance, gave a presentation of the item.

Stinnett inquired if there is information about income as it relates to the unemployment rate. O'Mara stated he will look at the Bureau of Labor Statistics and will report back. Stinnett noted that in the private sector, he has seen higher rates of employment, but lower wages.

Rusty Cook, Director of Revenue, presented the top 4 revenue streams. Melissa Leuker, Director of Budgeting, gave a presentation of budgeted items.

F. Brown inquired about Personnel, noting there were three pay periods in December and if that is reflected in the large number. Leuker stated this is based on the pay periods each month and is spread out to account for months with three pay periods. F. Brown asked which months will be available during budget discussions and Leuker replied they will use data through February.

December 2015 Monthly Actual Compared to Amended Budget

<u>Revenue Category</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>	<u>%Var</u>
OLT- Employee Withholding	14,146,577	13,983,264	163,313	1.2%
OLT - Net Profit	3,692,012	3,689,185	2,827	0.1%
Insurance	46,526	10,617	35,909	338.2%
Franchise Fees	1,468,977	1,698,032	(229,055)	-13.5%
TOTALS	19,354,091	19,381,098	(27,007)	-0.1%

<i>For the six months ended Dec 31, 2015</i>				
	ACTUAL	BUDGET	Variance	%
<u>Revenue</u>				
<i>Payroll Withholding</i>	\$89,674,179	\$87,630,376	\$2,043,804	2%
<i>Net Profit</i>	11,798,831	10,624,272	1,174,559	11%
<i>Insurance</i>	14,371,530	14,142,446	229,085	2%
<i>Franchise Fees</i>	10,963,015	12,092,401	(1,129,386)	-9%
<i>Other Licenses & Permits</i>	3,309,709	3,180,999	128,710	4%
<i>Ad Valorem</i>	18,286,470	18,669,153	(382,683)	-2%
<i>Services</i>	11,402,017	11,061,413	340,603	3%
<i>Fines and Forfeitures</i>	89,716	132,151	(42,435)	-32%
<i>Property Sale</i>	103,207	30,000	73,207	244%
<i>Intergovernmental</i>	208,205	205,349	2,856	1%
<i>Investment Income</i>	209,721	215,594	(5,873)	-3%
<i>Other Income</i>	2,082,598	1,766,018	316,580	18%
Total Revenue	\$162,499,199	\$159,750,172	\$2,749,027	2%

<i>For the six months ended Dec 31, 2015</i>				
	ACTUAL	BUDGET	Variance	%
<u>Expenses</u>				
<i>Personnel</i>	(\$97,236,727)	(\$99,708,894)	\$2,472,167	-2%
<i>Operating</i>	(20,069,577)	(21,717,832)	1,648,255	-8%
<i>Debt Service</i>	(16,817,979)	(16,698,226)	(119,752)	1%
<i>Partner Agencies</i>	(9,958,340)	(9,473,853)	(484,487)	5%
<i>Insurance - Expense</i>	(994,800)	(994,800)		
<i>Operating Capital Expenditures</i>	(853,334)	(837,298)	(16,036)	2%
Total Expenses	(145,930,757)	(149,430,903)	3,500,147	-2%
<u>Interfund Transfers</u>				
<i>Transfers</i>	(491,483)	(404,428)	(87,056)	22%
Change in Net Position	16,076,959	9,914,841	6,162,118	62%

Comparison of Economic Indicators

Economic Indicators		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Fayette County	2013	6.3%	6.3%	6.1%	5.5%	5.9%	6.5%	6.0%	5.8%	5.7%	5.6%	5.3%	4.9%
Unemployment Rate	2014	5.6%	6.0%	5.8%	4.8%	5.1%	5.2%	5.1%	4.6%	4.2%	3.9%	4.0%	3.6%
	2015	4.3%	4.0%	4.0%	3.7%	4.0%	4.1%	4.2%	3.5%	3.4%	3.1%	3.6%	N/A
Quarterly Fayette County Employment	2013	-	-	178,300	-	-	180,245	-	-	182,935	-	-	189,560
	2014	-	-	180,078	-	-	184,553	-	-	184,658	-	-	191,287
	2015	-	-	184,932	-	-	189,400	-	-	N/A	-	-	N/A
Fayette County Permits Issued	2013	1,169	955	1,131	1,299	1,781	1,490	1,692	1,411	1,201	1,294	1,163	1,359
	2014	1,157	999	931	1,461	1,815	1,660	1,696	1,529	1,399	1,605	1,058	1,112
	2015	1,134	1,858	1,019	1,108	1,431	1,551	1,319	1,523	1,595	1,394	1,220	1,158
Fayette County New Business	2013	218	258	339	634	456	222	152	218	183	285	195	164
Business Licenses	2014	244	280	366	807	279	187	194	213	219	242	158	137
	2015	197	224	330	749	362	198	198	283	260	282	232	162
Home Sales (MSA)	2013	511	541	758	809	984	956	1,075	1,009	829	790	725	618
	2014	524	517	693	787	997	1,069	1,006	1,021	854	860	681	794
	2015	571	651	884	963	1,140	1,346	1,334	1,165	1,072	1,054	815	919
Fayette County	2013	79	44	46	42	38	54	89	52	41	47	39	45
Foreclosures	2014	31	40	34	53	16	53	35	25	46	25	42	25
	2015	33	20	36	24	18	43	18	41	12	43	41	26

N/A indicates information not available.

BLS Releases Data for Fayette Co. Quarterly Employment - 6 months after quarter end

A. Nuisance Abatement Data

Ken Armstrong, Director of Code Enforcement, presented an overview of abatement and lien collections.

Kay thanked Armstrong. Kay noted the intention of the fines is not to generate revenue but compliance. Armstrong stated the goal is to have zero revenue and full compliance.

III. FY 2015 CAFR Presentation

O'Mara introduced Strothman and Company. Bill Myers, from Strothman and Company, gave a presentation of 2015 audit findings.

Stinnett inquired about the \$300M pension liability. Myers stated each government is responsible for recording their share of underfunding, with the idea that they will help to fund that portion in the future. He stated this is an accounting change but not a change in budgeting or operations. Stinnett requested clarification about which pension he is addressing to which Myers replied it is their share of the state pension liability, not LFUCG's employee pensions.

Moloney noted he feels it is unfair to compare 2006 with 2015 because of the recession, stating that they have different priorities. Moloney stated as the economy recovers priorities change, noting Public Safety and his desire to see more Police and Fire officers.

IV. Urban Services Fund

Commissioner O'Mara presented the Urban Services Fund and a comparison of fees and property taxes.

Moloney inquired who pays for streetlights that are not located on taxpayer property. O'Mara stated property taxes are paid by both individuals and businesses and that the city pays \$200,000 from the General Fund each year for lights on public right-of-way.

Bledsoe inquired what amount triggers a public referendum on a property tax increase. O'Mara stated if the rate adopted by Council generates more money in total for the program than comparable portions taxed in the previous year, greater than 4%, then the rate can be added to the ballot the following year.

Akers inquired is there a way to reduce the cost of the streetlights. O'Mara stated they currently do not have the option for LED lights through KU, and that they pay the same rates regardless of the age or installation of the streetlight.

Stinnett stated he does not know if property tax is the most equitable means of funding the program. Stinnett noted some other fee options have a higher collection rate than property tax.

Stinnett stated the franchise fee has a better collection rate than the property tax and is the only fee that can keep up with electric rate increases. Stinnett requested a model of this option, to show what it would look like to increase the franchise fee 1%, fund streetlights fully from the General Fund and do away with the property tax. Stinnett further inquired if they can raise only the water rate and David Barberie, from Law, stated that over time it is preferable for the rates to be the same amount. Barberie stated they could move the water to 4% and that would garner some more revenue. Stinnett requested O'Mara come back next month with a look at that option.

F. Brown stated his desire to consider the effect an increase would have on low-income and elderly citizens.

Moloney stated he would like to see if street cleaning could be included in the Water Quality fee. Stinnett stated the Water Quality Task Force established the fee that a long-term goal was to include street cleaning as part of Water Quality. Stinnett requested this option be brought to Council also.

V. Economic Contingency Fund

Commissioner O'Mara presented an update of the draft Economic Contingency Fund Ordinance.

Farmer inquired about the choice of a super majority vote for the trigger to use the Economic Contingency Funds. O'Mara stated they did consider other options. Farmer stated he would like to attain the 10% goal before changing the ordinance.

Scutchfield stated she would like to see the process for suspending deposits outlined, in addition to "unanticipated needs" in 7a. O'Mara stated the committee felt they could not predict all events that may warrant the use of the funds. Scutchfield also stated language is needed in section 9 allowing the mayor to make a decision unilaterally.

Mossotti inquired if Council would need to meet in person to vote. Barberie stated under open meeting laws they would not be able to conduct business via phone or email, even in an emergency situation.

Akers stated she is in support of the mayor's authority to withdraw funds in an emergency state and feels that the "unanticipated events" does not need further explanation.

A motion was made by F. Brown to approve that there must be a super majority, being 2/3rds or 10 votes to approve the use of Economic Contingency funds, seconded by Scutchfield. The motion passed without dissent.

A motion was made by F. Brown to withdraw the motion to remove section 9.

A motion was made by Kay to approve adding "in the event the 10% has been reached, the \$50K monthly deposit requirement can be suspended", seconded by F. Brown. The motion passed by a 7 -2 vote. (Yay: Bledsoe, F. Brown, Kay, Mossotti, Stinnett, Lamb, and Hensley Nay: Moloney. Scutchfield was absent.)

VI. Occupational License Fee Exemption

VII. Items Referred to Committee

A motion was made by Farmer to adjourn, seconded by Bledsoe. The motion passed without dissent.

The meeting was adjourned at 1:55 p.m.

D.S 1.29.2016