

LEXINGTON-FAYETTE URBAN COUNTY COUNCIL

WORK SESSION AGENDA

March 11, 2008

- I. Public Comment – Issues on Agenda**
- II. Requested Rezoning / Docket Approval – None**
- III. Approval of Summary-Yes, March 4, 2008, pp.4-7**
- IV. Budget Amendments – None**
- V. New Business, pp.10-15**
- VI. Continuing Business / Presentations**
 - A. Services Committee**
 - B. Budget & Finance Committee, pp.16-28**
 - C. Professional Social Work Month Proclamation**
 - D. Needs Assessment Presentation – Commissioner Helm**
 - E. Affects of Post-Secondary Education on the Lexington Economy – Brad Cowgill, Interim President Council Post-Secondary Education**
 - F. “Keep It Real” Presentation – Michael J. Kleinpeter, Assistant Director, Bluegrass Prevention Center**
- VII. Council Report**
- VIII. Mayor’s Report – None**
- IX. Public Comment – Issues Not on Agenda**

ADMINISTRATIVE SYNOPSIS

New Business Items

- A. Authorization to Amend Agreement with Hope Center, Inc. for the Emergency Shelters Grants (ESG) Program for Operation of the Shelter. (129-08) (King/Koch)
This request will authorize an amendment to agreement with Hope Center, Inc. to provide \$460 in federal funds for operations of the Center's emergency and transitional shelter for men within Lexington-Fayette County. The source of federal funds is the US Department of Housing and Urban Development. The 2008 Consolidated Plan provided funding for the Center in the amount of \$24,720. New total amount of ESG program funding provided is \$25,180. Funds are budgeted.**p.10**
- B. Authorization to Accept Donation from the Jessamine County Emergency Management Agency on Behalf of the Department of Public Safety, Division of Environmental and Emergency Management (DEEM). (130-08) (Dugger/Bennett)
This request will authorize the acceptance of twenty-four (24) "emergency scene ahead" signs with base and carrying case, from the Jessamine County Emergency Management Agency through the Chemical Stockpile Emergency Preparedness Program on behalf of DEEM. Once inventoried, items will be transferred to the Division of Police. There is no budgetary impact.**p.11**
- C. Authorization to Adjust Salaries of Seventeen (17) Employees within the Divisions of Engineering, Enhanced 911, Computer Services, Waste Management and Streets, Roads & Forestry Pursuant to the Pay Equity Ordinance No. 197-2002 for June – August 2007. (112-08) (Allen/Koch)
This request will authorize adjustments to salaries of 17 employees within the Divisions of Engineering, Enhanced 911, Computer Services, Waste Management, and Streets, Roads & Forestry with effective dates between May – August 2007. The fiscal impact for FY2008 will be \$31,088.70 of which \$24,853.73 will come from the General Fund, \$834.46 from the Urban Services Fund, and \$5,400.50 from the Enhanced 911 Fund. The fiscal impact for FY2009 is \$22,943.50 of which \$18,271.08 will come from the General Fund, \$628.92 from the Urban Services Fund, and \$4,043.50 from the Enhanced 911 Fund.**pp.12-13**
- D. Authorization to Purchase Property at 405 Shawnee Avenue for the Meadows Acquisition and Relocation Project. (134-08) (King/Koch)
This request will authorize the purchase of property at 405 Shawnee Avenue at the fair market value of \$53,000 for construction of the open

channel system beginning on Bryan Avenue and ending on Morgan Avenue as a part of the overall Meadows-Northland-Arlington Phase 3B Improvements Project. This project is funded by the Community Development Block Grant Funds. Funds are budgeted.**p.14**

- E. Authorization to Purchase Property at 406 Shawnee Avenue for the Meadows Acquisition and Relocation Project. (135-08) (King/Koch)
This request will authorize the purchase of property at 406 Shawnee Avenue at a fair market value of \$53,000 for construction of the open channel system beginning at Bryan Avenue and ending on Morgan Avenue as a part of the overall Meadows-Northland-Arlington Phase 3B Improvements Project. This project is funded by the Community Development Block Grant Funds. Funds are budgeted.**p.15**

URBAN COUNTY COUNCIL
WORK SESSION SUMMARY
& TABLE OF MOTIONS

March 4, 2008

Mayor Newberry chaired the meeting, calling it to order at 3:00 pm. All Council Members were present except CM Stevens.

- I. Public Comment – Issues on Agenda-None
- II. Requested Rezoning / Docket Approval-Yes

A motion by CM Ellinger to place on the docket for 3/6/08 without a hearing an ordinance changing the zone from a Highway Service Business (B-3) zone to a Professional Office (P-1) zone for 3.12 net (3.70 gross) acres and from a Professional Office (P-1) to a Highway Service Business (B-3) zone for 7.47 net (12.38 gross) acres of property located at 3194 Beaumont Centre Circle (a portion of) and 3100, 3101, and 3110 Wall Street subject to certain use restrictions imposed as conditions of granting the zone change, seconded by CM Lane, passed without dissent.

A motion by CM Gorton to place on the docket for the March 6, 2008, Council Meeting a Resolution authorizing and directing the Mayor to execute a temporary construction easement over a portion of the property located at 200 Clinton Road (Clinton Park) from the Urban County Government to Columbia Gas for the sum of \$4,500, seconded by CM McChord, passed without dissent.

A motion by CM Myers to place on the docket for Thursday, March 6th for first reading a resolution approving the issuance by the Lexington Fayette Urban County Government of Industrial Revenue Bonds for Northeast Christian Church, in the amount not to exceed \$8.5 million, seconded by CM McChord, passed with a 13-1 vote; Nay: CM DeCamp.

A motion by CM Myers to place on the docket for Thursday, March 6th for first reading of an ordinance approving the issuance by the Lexington Fayette Urban County Government of Industrial Revenue Bonds for The Roman Catholic Diocese of Lexington, in an amount not to exceed \$5million, seconded by CM Ellinger, passed with a 12-1 vote; Nay: CM DeCamp.

A motion by CM Beard to approve the amended docket, seconded by CM Lane, passed without dissent.

III. Approval of Summary – Yes

A motion by CM Myers to approve the summary of 2/26/08, seconded by CM Ellinger, passed without dissent.

IV. Budget Amendments-Yes

A motion by CM Beard to approve the budget amendments, seconded by CM Myers, passed without dissent.

V. New Business

- A. Authorization to Amend Resolution No. 13-2008 to Correct a Clerical Error Regarding the Wireless Phone Service Price Contract for the Division of Parks and Recreation. (123-08) (Askew)
- B. Authorization to Amend Resolution 33-2008 to Correct the Name of the Vendor Regarding the Price Contract for Hydraulic Oil for the Division of Fleet Services. (126-08) (Askew)
- C. Authorization of an Engineering Services Agreement with Camp Dress & McKee, Inc. (CDM) Engineers on Behalf of the Department of Environmental Quality, Division of Water and Air Quality. (127-08) (Martin/Taylor)
- D. Authorization to Submit Application to the Kentucky Environmental and Public Protection Cabinet (EPPC) for a Household Hazardous Waste and Mercury Management Grant on Behalf of the Department of Environmental Quality, Division of Waste Management. (124-08) (King/Taylor)
- E. Authorization of a Claims Payment Agreement with Humana Insurance Company for Health Insurance Plan Platinum PPO, Gold PPO and Silver HDHP. (125-08) (Allen/Koch)
- F. Authorization to Amend Resolution No. 386-2007 Regarding Contract with Metaformer™ for the Implementation Services for PeopleSoft – Phase 2. (128-08) (Koch)

A motion by CM DeCamp to approve new business items A-F, seconded by CM Blevins, passed without dissent.

VI. Continuing Business / Presentations

A. Budget & Finance Committee Update

This update was postponed until next week.

B. Bluegrass Business Development Partnership Quarterly Update

This update was given by Bob Quick, Commerce Lexington and Scott Davis, Chair of Lexington Partnership for Workforce Development.

C. Downtown Development

This presentation was made by Harold Tate, Woodford Webb, Dudley Webb, and Darby Turner. Several CMs asked questions.

VII. Council Report

CM Stinnett-Congratulated BSHS Defenders for winning District Basketball Championship; will play this Wednesday @ 7:30 pm in Regional game; stated that the meeting with the St. Anthony neighborhood will still be tonight at 6:30 pm at BSHS.

CM Gorton-Announced COW Retreat continuation on Thursday, March 6th at 5:30 pm in the 5th Floor Conference Room; also stated that the Infill & Redevelopment recommendations have been moved into the Planning Committee and will be discussed at their next meeting on 3/18/08.

CM Myers-A motion by CM Myers to place on the docket for the March 6, 2008, Council meeting a Resolution amending the rules and procedures of the Lexington-Fayette Urban County Council to require that copies of any presentations, and documents or handouts related thereto, made to the Urban County Council be provided to each Councilmember no later than seventy-two (72) hours (excluding weekends and holidays) prior to the scheduled date of the meeting and that failure to provide such copies shall result in postponement of the presentation, seconded by CM Gorton, passed with a 13-1 vote; Nay: CM Stinnett.

CM Blevins-A motion by CM Blevins to approve the NDF list for 3/4/08, seconded by CM James, passed without dissent.

A motion by CM Blevins to approve the installation of a multi-way stop at Topeka Rd and Hill 'N' Dale Rd, seconded by CM Gorton, passed without dissent.

CM McChord-Announced the Stonewall neighborhood meeting tonight; stated that on 3/20/08, Council has been invited to the World Trade Center by former Gov. Martha Layne Collins at 5:15 pm; asked Arty Greene to schedule Lexington Leadership for a presentation on 3/25/08.

CM Beard-A motion by CM Beard to place on the docket for Thursday, March 6, 2008 a resolution directing the Division of Parks and Recreation to

open Meadowbrook Golf Course for the current golfing season subject to the same lease terms with the Fayette County Public Schools that were exercised in the last golfing season and that the opening of Meadowbrook Golf Course shall be for one year, seconded by CM Gorton, passed without dissent.

CM James-A motion by CM James to approve referring the draft of the sidewalk café ordinance to the Services Committee, seconded by CM Blevins, passed without dissent.

A motion by CM James to approve referring article 26 (tree protection ordinance) to the Planning Committee, seconded by CM Blues, passed without dissent.

CM Henson-Announced that tomorrow night (3/5/08) at 7 pm Cardinal Valley School will be showing plans of improvements to the Versailles Rd Corridor from Man-O-War Blvd to Maxwell/High St.

VIII. Mayor's Report-None

IX. Public Comment-Issues not on the agenda-None

A motion by CM DeCamp to adjourn, seconded by CM Myers, passed without dissent.

Work Session was adjourned at 5:17 pm.

NEW BUSINESS ITEMS REQUIRING BUDGET AMENDMENTS

8

March 11, 2008 Work Session

If the item listed below is on the Agenda, approval of the listed Item 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
112-08	KC00043	General Fund	To provide funds to correct employee inversions pursuant to Pay Equity Ordinance 197-2002 by reducing funds for various operating accounts and for the transfer to the E911 Fund.
C			1101 30,260 1101 30,260CR 0*
112-08	KC00044	Urban Services Fund	To provide funds to correct employee inversions pursuant to Pay Equity Ordinance 197-2002 by reducing funds for operating supplies and expenditures in Streets, Roads, and Forestry.
C			1115 830 1115 830CR 0*
112-08	KC00045-46	Enhanced 911 Fund	To provide funds to correct employee inversions pursuant to Pay Equity Ordinance 197-2002 by reducing funds for repairs and maintenance and by reducing the transfer from the General Fund in the revenue section.
C			4204 15,890 4204 15,890CR 0*

EFFECT ON FUND BALANCES

FUND 1101	0*	NO EFFECT ON:	GENERAL SERVICE DISTRICT – GENERAL FUND
FUND 1115	0*	NO EFFECT ON:	URBAN SERVICE DISTRICT FUND
FUND 4204	0*	NO EFFECT ON:	ENHANCED 911 FUND

Budget Information For New Business Items
March 11, 2008 Work Session

Item	Number	Amount	Fund	Name / Description
A	129-08	460	3120	US Department of Urban Development
B	130-08	NA		
C	112-08	24,860 830 5,400	1101 1115 4204	General Fund Urban Services Fund E-911 Fund Budget Journals
D	134-08	53,000	3120	US Department of Urban Development
E	135-08	53,000	3120	US Department of Urban Development



Division of Environmental and Emergency Management
DEPARTMENT OF PUBLIC SAFETY



130-08

MEMORANDUM

TO: Jim Newberry, Mayor
Council Members

FROM: Tammy Liebenauer, CSEPP Coordinator *TL*

THROUGH: *P.L.D.* Patricia L Dugger, RS MPA, DEEM Director

DATE: February 25, 2008

RE: Transfer of Assets

We are requesting the Urban County Council to authorize the Mayor to accept the items listed below as a donation from the Jessamine County Emergency Management Agency. Ownership of these items will be transferred to the Lexington Fayette Urban County Government as part of a spending package through the Chemical Stockpile Emergency Preparedness Program (CSEPP). These items will be tagged and tracked through the inventory system that is utilized by the Division of Environmental and Emergency Management (DEEM). DEEM will transfer these items internally to Police.

DEEM will be receiving the following items:

- Twenty-four (24) "emergency scene ahead" signs with base and carrying case. Cost: \$320 each for a total cost of \$7680.

Cc: Tim Bennett, Public Safety Commissioner
Hazel Lambert, Administrative Specialist
CSEPP File



112-08

Jim Newberry, Mayor
Division of Human Resources

M E M O R A N D U M

TO: Jim Newberry, Mayor
Joseph Kelly, Senior Advisor
Council Members

FROM: Michael Allen by DNR
Michael Allen, Director
Division of Human Resources

DATE: March 5, 2008

SUBJECT: Salary Adjustments—Pay Equity Inversions (May thru August 2007)

The attached action adjusts the salaries of 17 employees, pursuant to the Pay Equity Ordinance No. 197-2002, effective retroactive to the date listed for each individual.

These actions were affected by employees successfully completing their LFUCG probationary period during the period beginning May 2007 and ending August 2007. Actions affected by successful completion of probationary period from September through year-end 2007 will be submitted for your approval within the next 30 days. Please note that the Division of Human Resources will, from this point forward, be routinely forwarding monthly actions for review and approval until a new compensation system has been implemented.

The fiscal impact for Fiscal Year 2008 will be \$31,088.70 (General Fund \$24,853.73, Urban Services Fund \$834.46 and Enhanced 911 Fund \$5,400.50). All costs include benefits. The fiscal impact for 2009 is \$22,943.50 (General Fund \$18,271.08, Urban Services Fund \$628.92 and Enhanced 911 Fund \$4,043.50).

June 2007							
Name	Division	Job Title	Pay Grade	Old Rate	New Rate	Effective Date	Fiscal Impact (including benefits)
Cornett, John Ben	Engineering	Engineering Tech Principal	115E	\$1,544.08	\$1,639.20	11-27-2006 to 05-27-2007	\$ 1,495.80
				\$1,544.08	\$1,673.12	05-28-2007 to 06-24-2007	\$ 357.09
				\$1,604.32	\$1,738.40	06-25-2007	\$ 4,319.92

August 2007

Name	Division	Job Title	Pay Grade	Old Base	New Base	Effective Dates	Fiscal Impact (Including Benefits)
Hayden, Tammy	E911	Telecommunicator	111N	\$15.172	\$15.814	02/19/2007 to 06/24/2007	\$ 599.15
				\$15.764	\$16.431	06/22/2008	\$ 1,719.20
Hempel, Tiffany	E911	Telecommunicator	111N	\$14.449	\$15.814	02/19/2007 to 06/24/2007	\$ 1,188.84
				\$15.013	\$16.431	06/22/2008	\$ 3,654.92
Schogol, Peter	E911	Telecommunicator	111N	15.172	\$15.814	02/19/2007 to 06/24/2007	\$ 599.15
				\$15.764	\$16.431	06/22/2008	\$ 1,719.20
Johnson, Ashle	E911	Telecommunicator	111N	\$14.985	\$15.036	02/19/2007 to 06/24/2007	\$ 44.42
				\$15.570	\$15.623	06/22/2008	\$ 136.61
Jones, Latricia	E911	Telecommunicator	111N	\$14.579	\$15.036	02/19/2007 to 06/24/2007	\$ 398.02
				\$15.148	\$15.623	06/22/2008	\$ 1,224.32
Wilson, Shannon	E911	Telecommunicator Senior	113N	\$15.753	\$16.292	02/05/2007 to 06/24/2007	\$ 521.60
				\$16.368	\$16.928	06/22/2008	\$ 1,443.41
Gilbert, Michael	E911	Telecommunicator Senior	113N	\$15.767	\$16.292	02/05/2007 to 06/24/2007	\$ 508.05
				\$16.382	\$16.928	06/22/2008	\$ 1,407.32
Osborne, Scott	E911	Telecom Supervisor	116E	\$1,530.00	\$1,547.52	02/05/2007 to 06/24/2007	\$ 211.93
				\$1,589.68	\$1,607.92	06/22/2008	\$ 587.67
Williams, Robert	Computer Services	Computer Analyst	115E	\$1,530.56	\$1,590.80	02/05/2007 to 06/24/2007	\$ 728.69
				\$1,590.32	\$1,652.88	06/22/2008	\$ 2,015.62
Morrissey, Patrick	Computer Services	Computer Analyst	115E	\$1,543.84	\$1,590.80	02/05/2007 to 06/24/2007	\$ 568.05
				\$1,604.08	\$1,652.88	06/22/2008	\$ 1,572.28
Shelton, Phillip	Streets, Roads & Forestry	Equipment Oper Senior	109N	\$14.322	\$14.934	02/19/2007 to 06/24/2007	\$ 533.02
				\$14.881	\$15.517	06/22/2008	\$ 1,639.30
Tankersley, Dan	Streets, Roads & Forestry	Equipment Oper Senior	109N	\$18.278	\$18.369	02/19/2007 to 06/24/2007	\$ 51.39
				\$18.973	\$19.068	06/22/2008	\$ 157.23
Johnson, Roosevelt	Solid Waste	Equipment Oper Senior	109N	\$18.278	\$18.369	02/19/2007 to 06/24/2007	\$ 51.39
				\$18.973	\$19.068	06/22/2008	\$ 157.23
Ross, Curtis	Solid Waste	Equipment Oper Senior	109N	\$18.278	\$18.369	02/19/2007 to 06/24/2007	\$ 51.39
				\$18.973	\$19.068	06/22/2008	\$ 157.23
Taylor, John H.	Solid Waste	Equipment Oper Senior	109N	\$18.278	\$18.369	02/19/2007 to 06/24/2007	\$ 51.39
				\$18.973	\$19.068	06/22/2008	\$ 157.23
Thomas, Gregory	Solid Waste	Equipment Oper Senior	109N	\$18.278	\$18.369	02/19/2007 to 06/24/2007	\$ 51.39
				\$18.973	\$19.068	06/22/2008	\$ 157.23

If you have questions, please contact Wally Barker at 258-3052.

cc: Logan Askew, Commissioner, Department of Law
 Tim Bennett, Commissioner, Department of Public Safety
 Kimra Cole, Commissioner, Department of General Services
 Marlene Helm, Commissioner, Department of Social Services
 Don Kelly, Commissioner, Department of Public Works
 Kyna Koch, Commissioner, Department of Finance
 James Dodson, Human Resources Analyst, Division of Human Resources



134-08

Mayor Jim Newberry

LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT
Division of Community Development

TO: MAYOR JIM NEWBERRY

FROM: PAULA KING, DIRECTOR
DIVISION OF COMMUNITY DEVELOPMENT

DATE: MARCH 4, 2008

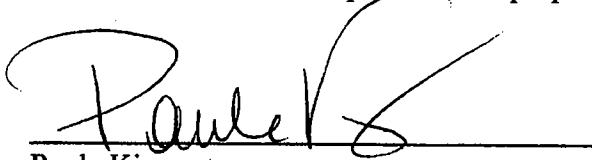
SUBJECT: REQUEST COUNCIL AUTHORIZATION TO PURCHASE PROPERTY
AT 405 SHAWNEE AVENUE FOR THE MEADOWS ACQUISITION AND
RELOCATION PROJECT

On December 11, Council approved \$500,000 in Community Development Block Grant (CDBG) funds for an open channel system beginning on Bryan Avenue and ending on Morgan Avenue as a part of the overall Meadows-Northland-Arlington (MNA) Phase 3B improvements Project. The channel will be up to six feet deep and have a four foot bottom width, with slopes rising at a 3:1 slope. Restoring the surface flow characteristics of the area via the channel requires acquisition of six properties. One of the six properties, 405 Shawnee Avenue, owned by James & Janet Estepp, has accepted the government's offer at the Fair Market Value of \$53,000.00.

Sufficient funds are budgeted in the following account:

3120-303202-3211-90110-2008-CDBG-C01

Council authorization to purchase the property is requested.


Paula King
Director

Cc: Don Kelly, Commissioner of Public Works

F:\WP51\HCD\MEADOWS ACQUS & RELOC 2008\Offer To Purchase\bs405 Shawnee Ave.doc

HORSE CAPITAL OF THE WORLD

200 East Main Street 6th Fl Lexington, KY 40507 (859)258-3070 (859)258-3081 fax www.lfucg.com





135-08

Mayor Jim Newberry

LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT
Division of Community Development

TO: MAYOR JIM NEWBERRY

FROM: PAULA KING, DIRECTOR
DIVISION OF COMMUNITY DEVELOPMENT

DATE: MARCH 4, 2008

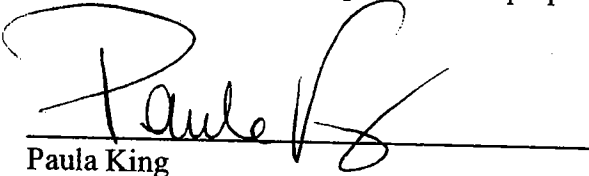
SUBJECT: REQUEST COUNCIL AUTHORIZATION TO PURCHASE PROPERTY
AT 406 SHAWNEE AVENUE FOR THE MEADOWS ACQUISITION AND
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On December 11, Council approved \$500,000 in Community Development Block Grant (CDBG) funds for an open channel system beginning on Bryan Avenue and ending on Morgan Avenue as a part of the overall Meadows-Northland-Arlington (MNA) Phase 3B improvements Project. The channel will be up to six feet deep and have a four foot bottom width, with slopes rising at a 3:1 slope. Restoring the surface flow characteristics of the area via the channel requires acquisition of six properties. One of the six properties, 406 Shawnee Avenue, owned by D2H Investmensts LLC, has accepted the government's offer at the Fair Market Value of \$53,000.00.

Sufficient funds are budgeted in the following account:

3120-303202-3211-90110-2008-CDBG-C01

Council authorization to purchase the property is requested.


Paula King
Director

Cc: Don Kelly, Commissioner of Public Works

FAWP51\HCD\MEADOWS ACQUS & RELOC 2008\Offer To Purchase\bs406 Shawnee Ave.doc

HORSE CAPITAL OF THE WORLD

200 East Main Street 6th Fl Lexington, KY 40507 (859)258-3070 (859)258-3081 fax www.lfucg.com



URBAN COUNTY COUNCIL
BUDGET & FINANCE COMMITTEE SUMMARY

FEBRUARY 26, 2008

Dr. Stevens chaired the committee meeting, calling it to order at 1:00 pm. All committee members were present.

I. General Fund Revenue Update FY 2008, Update on FY07 Closing and Update on FY07 Fund Balance

Commissioner Koch stated she combined the three topics on today's agenda into one presentation. She stated things are moving rapidly towards the FY 07 close and they are completely finished with the cash end of the general fund so what she will be talking about is a done deal on the general fund with the exception of having it audited. Commissioner Koch did a PowerPoint presentation Financial Update. (Presentation attached).

CM Ellinger asked about the \$5M expenditure savings.

Commissioner Koch stated there was a debt service that was budgeted for this year that we are not going to need because we haven't sold bonds yet. She stated there were some pots of money that was set aside in the budget for reclassifications. She stated they have asked the commissioners to only approve expenditures that are absolutely necessary. She stated they do believe they can come up with \$5M on the expenditure side. Commissioner Koch stated if you look at operating expenses with exception of professional services and outside agencies we are running behind last year. We currently are \$4M behind at this time. She stated they believe if they aggressively manage this they will finish the year with about \$5M savings. She stated they feel like they can pick up \$2M in personnel because we have not been filling positions unless they were absolutely necessary.

CM Gorton asked how the issue with purchase orders fit into the expenditure savings.

Commissioner Koch stated the purchase orders allowed them to get to the \$13,484,000. She stated had they not cleared out the purchase orders they would have been \$3M short in the carry forward.

CM Gorton asked about the FY 08-09 projections. CM Gorton asked if we can presume that the FY08-09 budget will not have any new programs in it that will require funding.

Commissioner Koch stated she really can't answer that.

CM Gorton stated there was a program mentioned in the State of the Merged Government Address which hasn't been discussed among council that would require new money. She stated she is curious about new programs.

Commissioner Koch stated clearly it is the Mayor's decision. She stated if we did everything that was in the management audit then there would be some new things we would have to do. She stated if we want to do things better, faster and cheaper which was one of the goals of the management audit then there are some things that we aren't doing that we need to be doing for an effective government. She stated they will be weighing all the recommendations of the management audit as well as any other items they may want to look at in packaging it to bring forward to council in April.

CM Gorton stated she merely meant new programs.

CM Blevins thanked the Commissioner for the charts. He asked if we are complete with the clean up of FY07 and STARS should be as good as it is going to get for FY07.

Commissioner Koch stated for FY07 they are finished with general fund, cash reconciliation and any entries that would affect the general fund. She stated they are still sorting through some of the other funds. She stated the auditors are working though.

CM Blevins asked if the entries for this year are up to date and we are working off good data.

Commissioner Koch stated the January report still says draft because she asked her staff to concentrate on FY07 before closing January. She stated in the closing process the numbers generally don't change very much.

CM Blevins requested on the monthly reports to have year to date actuals from the prior year. He stated this is exactly what STARS was built for.

CM Beard asked if the 53.6% of revenue collection is a gross aggregate amount as to what was budgeted.

Commissioner Koch stated yes.

CM Beard asked if there was been an attempt to go month to month to see if they are trending differently.

Commissioner Koch stated they do the month by month analysis on the big three. She stated they do month to month over the last ten years.

Vice Mayor Gray asked about the FY08-09 projection. He asked if this means \$25M-\$30M down from \$280M or from \$267M this year.

Commissioner Koch stated it is down from the current year.

Vice Mayor Gray asked is it down from expected revenue of \$267M or the expected expenditures of \$280M.

Commissioner Koch stated we are expecting revenue of \$267M and expenditures that would be anywhere from \$25M-\$30M more than that. She stated this is based on where we are right now. She stated they had to make a lot of assumptions.

Vice Mayor Gray asked if they expected revenue to be flat.

Commissioner Koch stated yes.

CM Ellinger asked what our fund balance is.

Commissioner Koch stated \$277K is what is budgeted right now.

CM Ellinger asked what the fund balance was for FY07.

Commissioner Koch stated the fund balance for FY07 was \$13,484M is the unrestricted fund balance that is carried into FY08.

CM Ellinger asked when the books are closed what we have.

Commissioner Koch stated they have budgeted a \$277K fund balance.

Commissioner Koch stated we have to look at what revenue reductions and expenditure reductions will be. She stated the unrestricted fund balance will actually be a reflection of actual revenue and actual expenditures.

CM Ellinger asked what we are looking at since we have to have a balanced budget.

Commissioner Koch stated they think we will barely get out of FY08. She stated they have budgeted \$277K to end FY08 with. She stated we will end FY07 very close to \$13,484M and every penny has been carried forward to use in FY08. She stated there may be some very minor audit adjustments.

Dr. Stevens asked if there are net profits under licenses and permits.

Commissioner Koch stated yes.

Dr. Stevens stated the Occupational License fee is a pretty steady source of income month to month. He stated the net profit looks like it varies month to month. He asked if this was factored into the \$5M whole.

Commissioner Koch stated the payroll end of the Occupational License fee we are pretty dependent on some big government entities in Lexington. She stated with the state budget looking the way it is looking it will directly affect the payroll Occupational License fee.

Dr. Stevens asked about the net profits. He asked if net profits were included under license and permits.

Commissioner Koch stated yes. She stated they factored in that April is usually a strong month.

Dr. Stevens asked if the minus number will hold for net profits through the year.

Commissioner Koch stated what she gave the committee is what they think it will do to the end of the year. She stated they will have the committee the reports before each Budget and Finance meeting.

Dr. Stevens asked that when this months' report is done to go on and forward to the committee.

CM Beard stated he hoped STARS would be able to get data out in economic segments so we could see if we are having expansion or contraction in whatever segments and how to address those.

Bill O'Mara, Dept of Finance, stated they try to track SIC within the licensing system which isn't gravitated over to STARS yet. He stated they are limited as to what they can classify them. He stated they are working on this.

CM Beard stated the net result from the university might be a plus instead of a minus because the head count might change. He asked if we would know this.

Mr. O'Mara stated he wouldn't know this and because of confidentiality he doesn't know if he could share this information.

CM Beard stated they are subject to open records. He stated he is thinking of groups.

Mr. O'Mara stated hospitals as groups they can report on.

CM James asked for the list of FY08-09 personnel projections of \$16.9M.

Commissioner Koch stated it is \$3.8 sick payout, 2% increase in Police and Firefighters' Retirement Fund, \$1.1 million for new police officers scheduled to begin May-June 2008, \$4.9 million health insurance, \$6.6 million retirement payouts, Step increases for police and fire, costs associated with corrections contract, no raises for other employees and no new employees other than police

CM James asked if the \$6.6M retirement is something that has to automatically go in.

Commissioner Koch stated this is a one time deal because of the window.

Dr. Stevens asked Commissioner Koch to email the list of expenditures to the committee.

The meeting adjourned at 1:46 pm.

Financial Report

February 26, 2008

FY 2006-07 CARRY FORWARD FINALIZED!!

Carry Forward Budgeted	\$13,500,000
Carry Forward Actual	\$13,484,000
Shortfall	(\$16,000)

FY 2007-08 CHALLENGES

Revenue Slowing

- **Withholding OLF**
Budgeted +6.1% Actual +4.23%
- **Net Profit OLF**
Budgeted +5.4% Actual -0.67%
- **Insurance**
Budgeted +8.3% Actual +1.34%

REVENUES SLOWING

(\$5-7,000,000)

FY 2007-08 CHALLENGES CONT'

• Re-appropriations and other expenditure needs

Re-appropriations \$3M
 Animal Control
 County Attorney
 Disaster Recovery
 CHFS: Race Community and Child
 Welfare
 SCORE
 E-911 AS400s

FY 2007-08 CHALLENGES CONT'

• Retirement Window Impact

\$6.6 million

• Expenditure Savings

FY 2008-09 PROJECTIONS

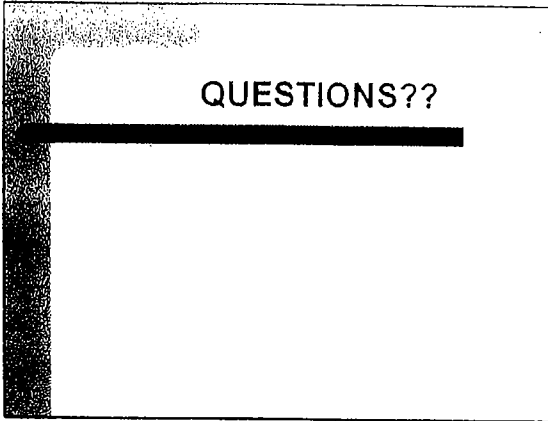
- Revenue Growth flat to 1%
- Structural Deficit \$13.5 million
- Personnel \$16.9 million

FY 2008-09 PROJECTIONS

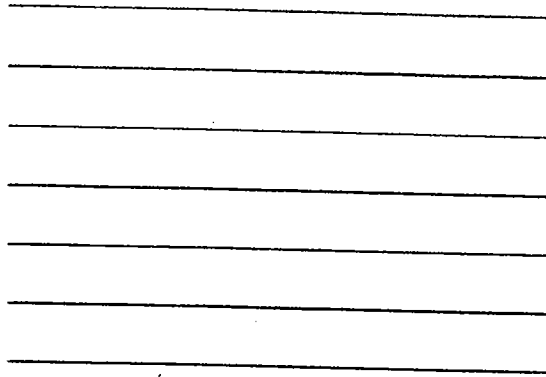
(\$25 – 30 million)

Economic Contingency Fund

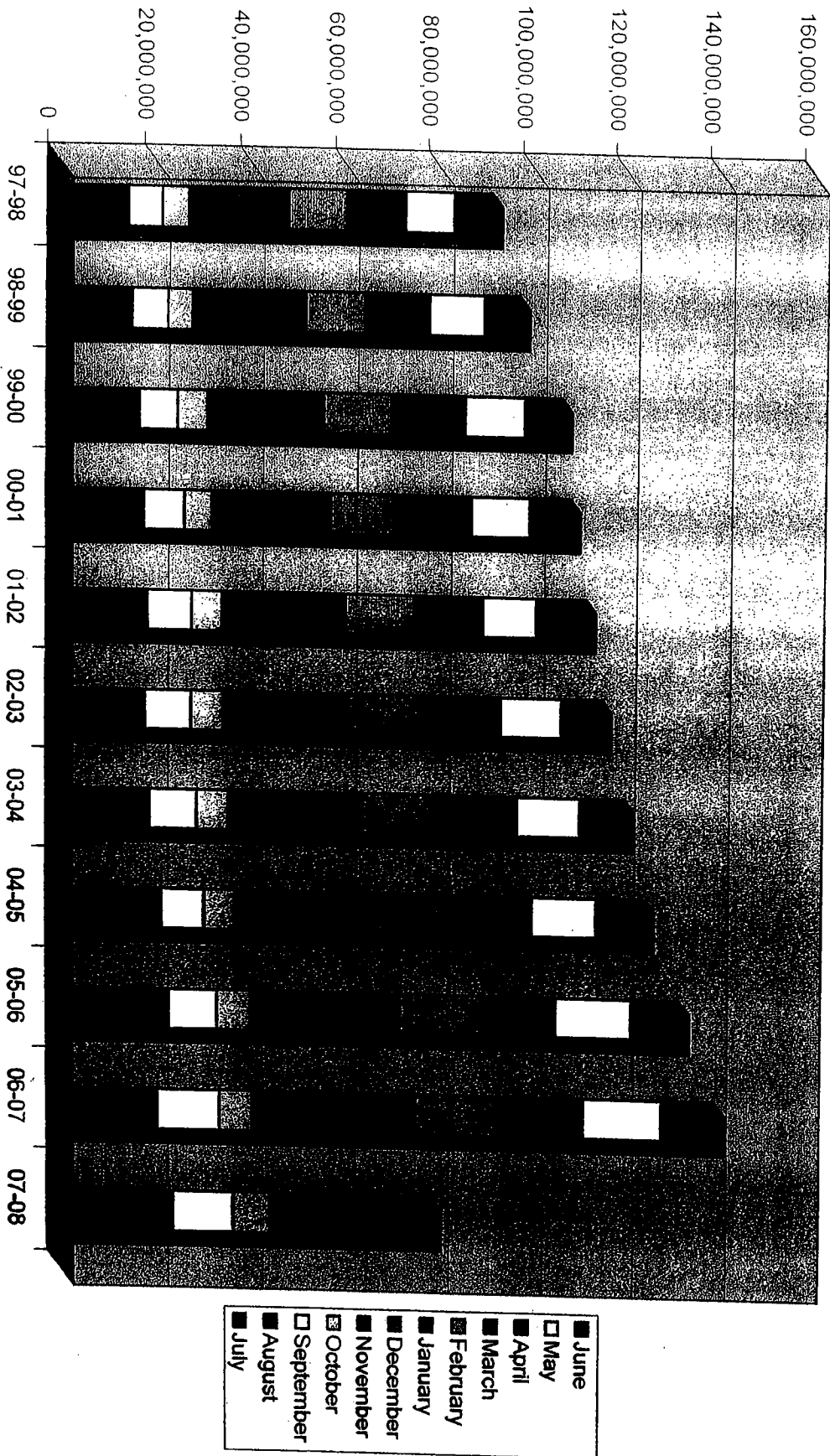
- Balance as of June 30, 2007
\$11,894,100
- Adding \$50,000 monthly per ordinance
- No flat contribution for FY 2007-08 due to shortage in carry forward.



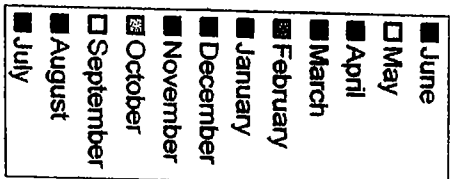
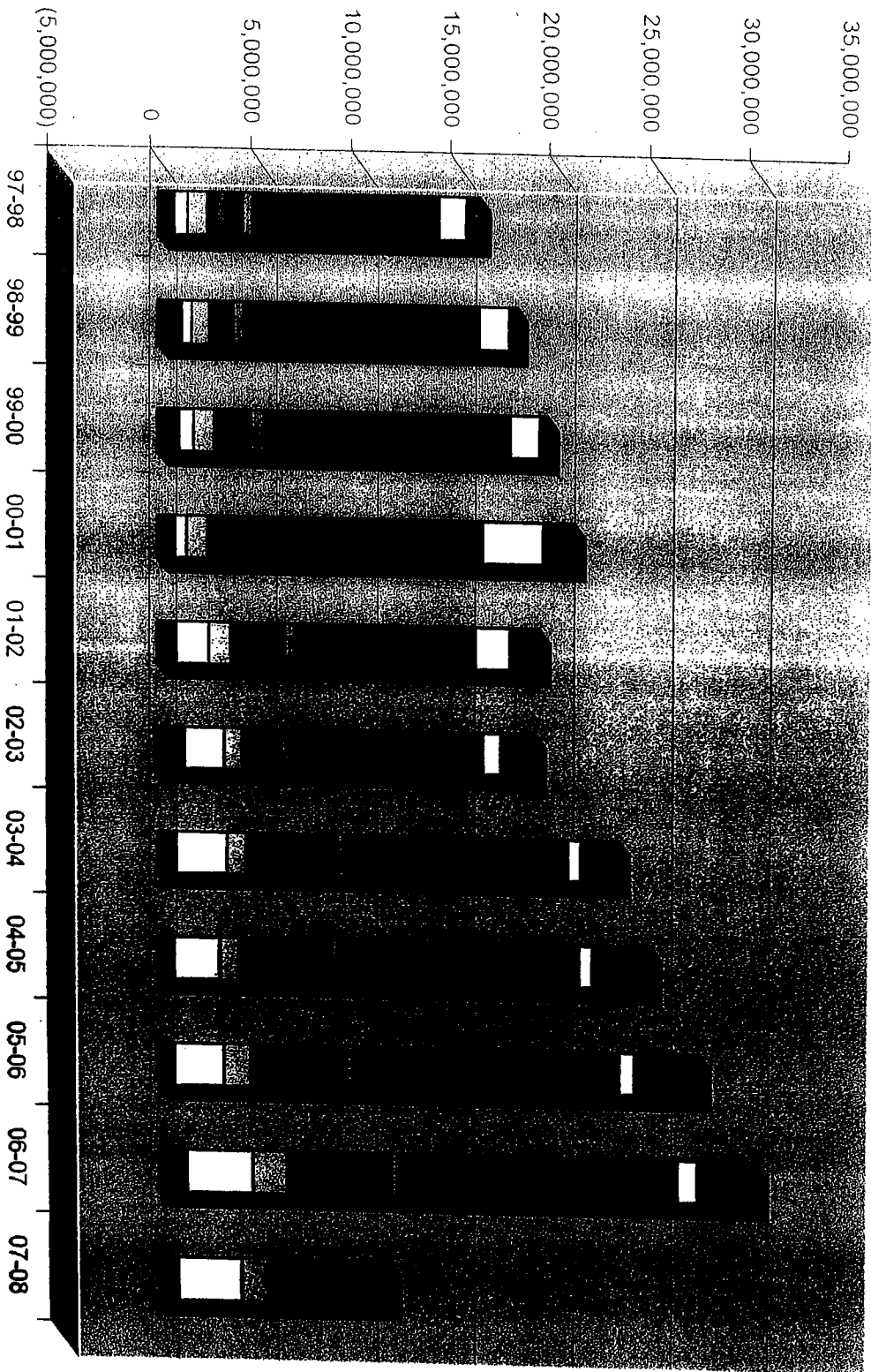
QUESTIONS??



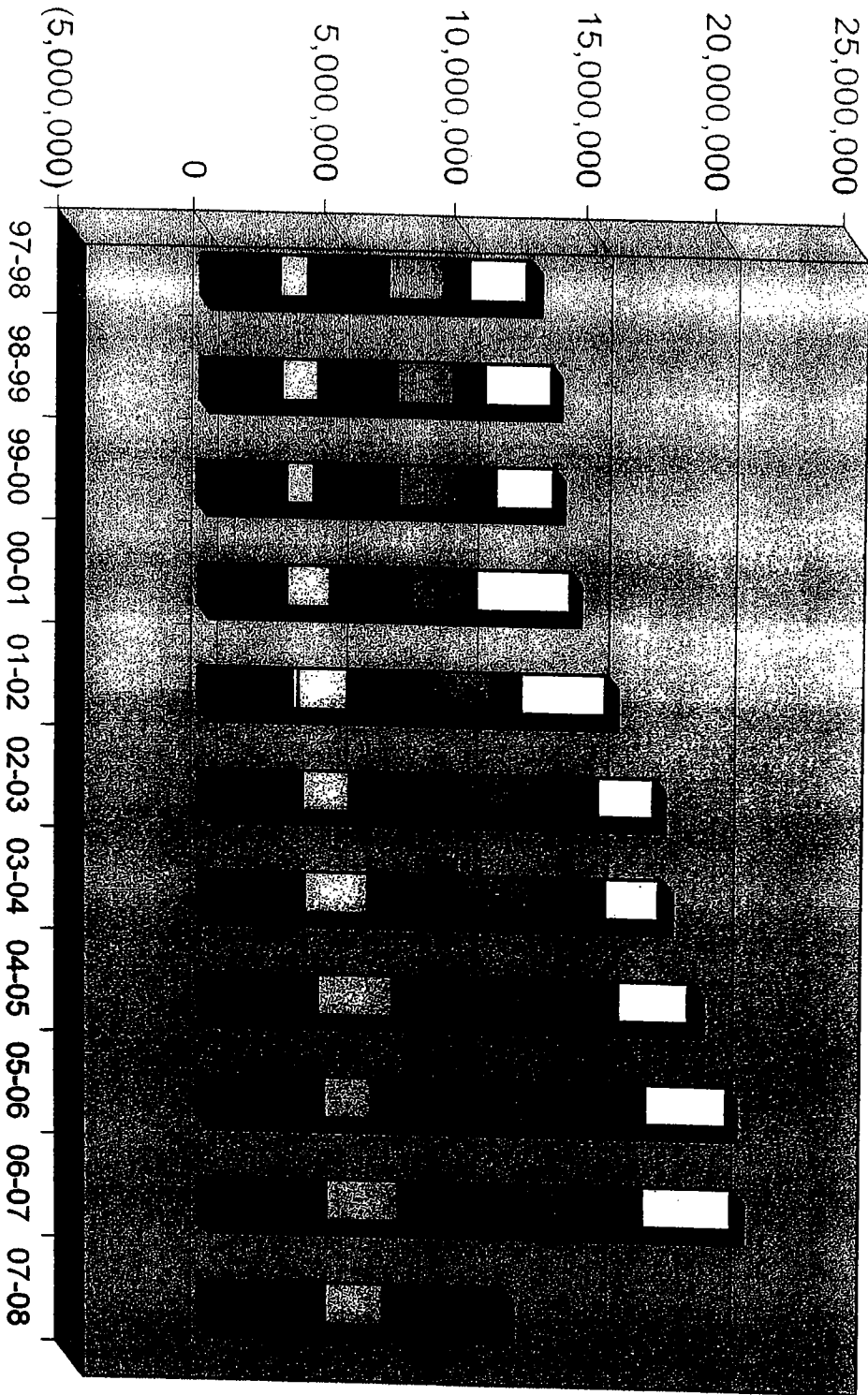
Payroll Revenue



Net Profit Revenue



Insurance Premium



- June
- May
- April
- March
- February
- January
- December
- November
- October
- September
- August
- July



Statement of Revenues and Expenditures
For Period Ending: January 31, 2008
Fund: 1101 - General Services District
DRAFT

USER: 56B
 Run Date: 02/26/2008

Title	Original Budget	Amended Budget	Current Month of January	YTD Through 01/31/08	Remaining Budget	Percent Collected/Used
Carry Forward	13,500,000	13,500,000			13,500,000	
Revenues:						
Licences and Permits	224,319,970	224,319,970	12,426,097	113,682,153	110,627,817	50.7%
Property Tax Accounts	18,795,000	18,795,000	1,774,891	16,416,768	2,378,232	87.3%
Charges for Services	18,908,000	18,935,370	1,386,024	10,688,032	8,247,338	56.4%
Fines and Forfeitures	82,000	82,000	(157,279)	84,470	(2,470)	103.0%
Intergovernmental Revenue	875,000	887,429	162,544	605,815	281,614	68.3%
Health Insurance Premiums	0	0	0	50	50	0.0%
Property Sales	420,000	420,000	25,434	262,813	157,187	62.6%
Investment Income	2,023,000	2,023,000	0	203,891	1,819,009	10.1%
Other Financing Sources	727,330	736,230	585	2,336	733,894	0.3%
Pension Fund Revenue	0	0	0	219	219	0.0%
Other Income	1,116,200	1,728,510	119,975	1,528,529	199,981	88.4%
Total Revenue	267,266,500	267,927,509	15,738,270	143,486,175	124,442,334	53.6%
Expenses:						
Personnel	188,465,820	188,093,932	18,148,884	103,862,705	84,231,226	55.2%
Operating Expenses	75,067,990	76,314,526	2,184,778	32,562,374	43,762,152	42.7%
Transfers	16,422,010	15,268,733	745,426	13,876,876	1,391,858	90.8%
Capital	579,400	1,472,411	106,872	1,113,806	358,605	75.6%
Total Expenditures	280,535,220	281,149,602	21,185,960	151,405,761	129,743,841	53.9%
	231,280	277,907			8,198,493	