

Lexington-Fayette Urban County Government

*200 E. Main St
Lexington, KY 40507*



Tuesday, May 31, 2022

3:00 PM

Packet

Council Chamber

Urban County Council Work Session

**Urban County Council
Schedule of Meetings
May 30, 2022 – June 3, 2022**

Monday, May 30

Memorial Day – LFUCG Offices Closed

Tuesday, May 31

Committee of the Whole (COW): Budget.....10:00 am
Council Chamber – 2nd Floor Government Center

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

Wednesday, June 1

IR Steering Committee.....10:30 am
Conference Room – 5th Floor Government Center

Thursday, June 2

Committee of the Whole (COW): Budget.....10:00 am
Council Chamber – 2nd Floor Government Center

Friday, June 3

Senior Services Commission.....8:30 am
Senior Center – 195 Life Lane

Monday, June 6

No Meetings

**Lexington-Fayette Urban County Council
Work Session Agenda
May 31, 2022**

- I. Public Comment - Issues on Agenda**
- II. Requested Rezoning/ Docket Approval – No**
- III. Approval of Summary – Yes, p. 1-2**
 - a** Table of Motions: Council Work Session, May 24, 2022
- IV. Budget Amendments – No**
- V. New Business – Yes, p. 3-13**
- VI. Continuing Business/ Presentations**
 - a** Neighborhood Development Funds: May 31, 2022, p. 14-15
 - b** Presentation: Fiscal Year 2023 Lextran Operating Budget, p. 16-27
- VII. Council Reports**
- VIII. Mayor's Report – No**
- IX. Public Comment - Issues Not on Agenda**
- X. Adjournment**

Administrative Synopsis - New Business Items

- a** **0264-22** Authorization to add net profit filings to the Lockbox Processing agreement with Fifth Third Bank under Resolution 572-2019 at a cost of \$5,000.00 in FY2022. The total cost for one year is \$30,000.00. Funds are budgeted. (L0264-22) (Holbrook/Hensley) p. 3
- b** **0499-22** Authorization to enter into a Purchase of Service Agreement with the Hope Center for the Detention Center Recovery Program in the amount of \$181,000.00 for FY2023. Funds are included in the FY2023 Mayor's Proposed Budget. (L0499-22) (Farmer/Armstrong) p. 4
- c** **0504-22** Authorization to enter into an agreement with Gimmel for the Infolinx software upgrade and yearly cost of services for records tracking and retrieval, at a cost of \$30,000.00 in FY2022. Funds are budgeted. (L0504-22) (Allen/Hamilton) p. 5
- d** **0506-22** Authorization to execute an agreement with the Lexington Philharmonic to set up and execute Lexington's Patriotic Concert as part of the July 4th festivities at a cost of \$40,000.00. Funds are budgeted. (L0506-22) (Conrad/Ford) p. 6
- e** **0512-22** Authorization to enter into a Release of Claims Against the Lexington-Fayette Urban County Government (LFUCG) Agreements to release retired Canine Destro to Officer Jackie Hoskins and Canine Tracker to Officer Shane Slark. No budgetary impact. (L0512-22) (Weathers/Armstrong) p. 7
- f** **0513-22** Authorization to accept Deeds of Easement from the owners of record for properties needed for the construction of the East Loudon Avenue Sanitary Sewer Relocation project at a cost not to exceed \$906.00. Funds are budgeted. (L0513-22) (Martin/Albright) p. 8-9
- g** **0516-22** Authorization to execute an agreement with Stantec Consulting Services Inc. for engineering and consulting services related to the sanitary sewer system Capacity Assurance Program at a cost not to exceed \$600,000.00. Funds are included in the FY 2023 Mayor's Proposed Budget. (L0516-22) (Martin/Albright) p. 10
- h** **0529-22** Authorization to execute the Search and Rescue Affiliation Agreement between the Divisions of Fire and Emergency Services and Emergency Management to establish responsibilities and chain of command within LFUCG for the Rescue Squad and related services. No budgetary impact. (L0529-22) (Dugger/Armstrong) p. 11
- i** **0531-22** Authorization to issue Sole Source status to Cummins for the repairs made to unit 08408 (2016 Peterbilt front loader) at a cost of \$14,492.55. Funds are budgeted. (L0531-22) (Baradaran/Ford) p. 12
- j** **0532-22** Authorization to accept an award from the Lexington-Fayette County Health Department in the amount of \$650,000 to continue the Home Network Project also known as the Kentucky Health Access Nurturing Development Services (HANDS) at the Family Care Center-FY 2023. No match required. Budget amendment in process. (L0532-22) (Rodes/Allen-Bryant) p. 13

**URBAN COUNTY COUNCIL
WORK SESSION
TABLE OF MOTIONS
May 24, 2022**

Mayor Gorton called the meeting to order at 3:00pm. All Council Members were present.

- I. Public Comment – Issues on Agenda
- II. Requested Rezoning/Docket Approval

Motion by Ellinger to approve May 28, 2022 council meeting docket. Seconded by Kay. Motion passed without dissent.

Motion by Baxter to place ordinance #4 (An Ordinance changing the zone from an Agricultural Urban (A-U) zone to a Planned Neighborhood Residential (R-3) zone, for 14.773 net (15.519 gross) acres, for property located at 4630 Old Schoolhouse Lane) on the docket with a public hearing on Tuesday June 21, 2022 at 5:30pm. Seconded by Sheehan. Motion passed without dissent.

Motion by Baxter to Approve and Refer to Docket to place on the docket for the May 26, 2022 Council Meeting a resolution recognizing that the tributary flowing through the Dogwood Trace subdivision is named “Brannon Run” from the point of its origin to the point of its confluence with South Elkhorn Creek. Seconded by Sheehan. Motion passed without dissent.

Motion by McCurn to place ordinance #3 (An Ordinance changing the zone from a Highway Service Business (B-3) zone to a Light Industrial (I-1) zone, for 7.997 net (8.187 gross) acres, and from a Planned Shopping Center (B-6P) zone to a Light Industrial (I-1) zone, for 0.00 net (0.65 gross) acre, for a property located at 2417 Georgetown Rd.) without a hearing. Seconded by Reynolds. Motion passed without dissent.

- III. Approval of Summary

Motion by Ellinger to amend the agenda to have proclamation now. Seconded by Sheehan. Motion passed without dissent.

Motion by Kay to approve the May 10, 2022 work session summary. Seconded by Plomin. Motion passed without dissent.

- IV. Budget Amendments

Motion by McCurn to approve budget amendments. Seconded by Baxter. Motion passed without dissent.

- V. New Business

Motion by Plomin to approve new business. Seconded by Reynolds. Motion passed without dissent.

VI. Continuing Business/Presentations

Motion by Baxter to approve neighborhood development funds. Seconded by Reynolds. Motion passed without dissent.

CM J. Brown provided a partial report out from the April 19, 2022 Planning & Public Safety Committee meeting.

Motion by J. Brown to approve an amendment to the Residential Parking Permit Program for South Hill. Seconded by Baxter. Motion passed without dissent.

Motion by J. Brown to approve an amendment to the Residential Parking Permit Program for Bullock Place. Seconded by Hannah LeGris. Motion passed without dissent.

There were no additional motions to report from the meeting.

Mayor Gorton opened the public hearing at 3:22pm. There was no one present to speak. The hearing was closed at 3:22

VII. Council Reports

VIII. Mayor's Report

Motion by Lamb to approve the Mayor's Report. Seconded by Plomin. Motion passed without dissent.

IX. Public Comment – Issues Not on Agenda

X. Adjournment

Motion by Baxter to adjourn at 3:36PM. Seconded by Sheehan. Motion passed without dissent.

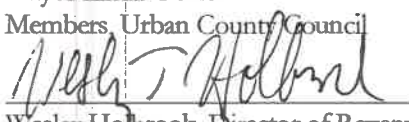
MAYOR LINDA GORTON



LEXINGTON

WILLIAM O'MARA
COMMISSIONER
FINANCE

TO: Mayor Linda Gorton
Members, Urban County Council

FROM: 
Wesley Holbrook, Director of Revenue

DATE: May 16, 2022

SUBJECT: Resolution to authorize the expansion of Lockbox Services with Fifth Third Bank

Request

Authorizatin to add additional net profit filings to the Lockbox Processing agreement with Fifth Third Bank under Resolution 572-2019.

Why are you requesting?

This action will increase the number filings that are processed through lockbox processing to include Net Profit filings. Currently, Lexserv payments and Payroll Withholdings go through lockbox processing. This will free staff up from processing to focus on higher level tasks. A budget amendment was passed earlier in the year to provide funding.

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

The cost for this FY is: \$5,000

The cost for future FY is: \$30,000

Are the funds budgeted?

The funds are budgeted

Account number: 1101-202101-2011-78701

File Number: 264-22

Director/Commissioner: Wesley Holbrook/Erin Hensley



MAYOR LINDA GORTON



LEXINGTON

SALLY HAMILTON
CHIEF ADMINISTRATIVE OFFICER

TO: Mayor & the Urban County Council

FROM: Division of Community Corrections

CC: Director Lisa Farmer

DATE: May 16, 2022

SUBJECT: Request Approval of a Purchase of Service Agreement with Hope Center for Detention Center Recovery Program

Request

Authorization to: Request Approval of a Purchase of Service Agreement with Hope Center for Detention Center Recovery Program

Why are you requesting?

Department needs this action completed because: Request Approval of a Purchase of Service Agreement with Hope Center for Detention Center Recovery Program to provide daily recovery services to the inmates of the Fayette County Detention Center. Program capacity is 15 women and 30 men. The cost of the contract is \$181,000.00.

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

The cost for this FY is: \$181,000.00

The cost for future FY is \$181,000.00

Are the funds budgeted? Yes, they are included in the FY 2023 Mayor's Proposed Budget.

The funds are budgeted or a budget amendment is in process:

Account number: 1101-505403-5434-71299

File Number: 0499-22



MAYOR LINDA GORTON



LEXINGTON

SALLY HAMILTON
CHIEF ADMINISTRATIVE OFFICER

TO: LINDA GORTON, MAYOR
URBAN COUNTY COUNCIL

FROM: ABIGAIL ALLAN, COUNCIL CLERK

CC:

DATE: 5/16/2022

SUBJECT: SOFTWARE UPGRADE

Request

Authorization to: enter into an agreement with Gimmel for the Infolinx upgrade and yearly cost of services.

Why are you requesting?

Department needs this action completed because: Infolinx is the records tracking and retrieval software used to access all the City's records at the Records Center and Archives; Gimmel is its parent company. This software is used throughout the City to archive and retrieve vital records, as well as to stay in compliance with records retention laws. The City has an existing service agreement with Infolinx; this will provide for the required upgrade and yearly cost of service going forward.

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

The cost for this FY is: \$30,000 upgrade; \$18,750 yearly cost of service

The cost for future FY is: \$18,750

Are the funds budgeted? yes

The funds are budgeted or a budget amendment is in process:

Account number: [1101-202505-0001-76101](#)

File Number: 504-22



LINDA GORTON
MAYOR



LEXINGTON

MONICA CONRAD
DIRECTOR
PARKS & RECREATION

MEMORANDUM

TO: Linda Gorton, Mayor
Sally Hamilton, CAO
Urban County Council Members

FROM: 
Monica Conrad, Director
Division of Parks and Recreation

RE: Agreement with Lexington Philharmonic for 2022 Patriotic Concert

DATE: May 16, 2022

Request:

This is a request for Council approval of an Agreement between the Lexington-Fayette Urban County Government and Lexington Philharmonic for the set up and execution of Lexington's Patriotic Concert to be held on July 3, 2022.

Why are you requesting?

Department needs this action completed because:

This agreement will allow Parks to contract with the Lexington Philharmonic to present the Patriotic Concert as part of the July 4 festivities.

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

\$40,000

Are the funds budgeted?

Yes

File Number: 0506-22

Director/Commissioner: Conrad





Lexington-Fayette Urban County Government
DEPARTMENT OF PUBLIC SAFETY

Linda Gorton
Mayor

Kenneth Armstrong
Commissioner

TO: Mayor Linda Gorton
Urban County Council

Lawrence B. Weathers

FROM: Chief Lawrence B. Weathers
Lexington Police Department

CC: Commissioner Kenneth Armstrong
Department of Public Safety

DATE: May 17, 2022

SUBJECT: **Release of Claims Agreement – Retired Police Canine Destro/
Retired Police Canine Tracker**

Request

Authorization to enter into a Release of Claims Against the Lexington-Fayette Urban County Government (LFUCG) Agreement. This agreement will allow the Lexington Police Department to release retired **Canine Destro to Officer Jackie Hoskins and Canine Tracker to Officer Shane Slark.**

Why are you requesting?

The attached agreement will release and forever discharge the LFUCG, and its agents and successors, of and from any all manner of actions, claims and demands whatsoever arising out of the gift of the retired police canine. In return, Officer Hoskins and Officer Slark acknowledges that this agreement will preclude them from utilizing the retired police canine in an “off-duty” employment assignment for security or law enforcement purposes, and is prohibited to sale or transfer the retired police canine to another public safety entity. We are requesting Council approval for Mayor Gorton to sign the attached agreement. There will be no budgetary impact. Upon approval and signing, please forward a copy of the signed agreement to the Chief’s Office for our records.

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

The cost for this FY is: N/A

The cost for future FY is: N/A

Are the funds budgeted?

There will be no budgetary impact.

File Number: - 0512-22

Director/Commissioner: Lawrence B. Weathers, Chief
Lexington Police Department

LBW/rmh

MAYOR LINDA GORTON



LEXINGTON

CHARLES H. MARTIN, P.E.
DIRECTOR
WATER QUALITY

TO: Mayor Linda Gorton
Urban County Council

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

DATE: May 12, 2022

SUBJECT: Easement Acquisitions for the East Loudon Avenue Sanitary Sewer Relocation Project

Request

The purpose of this memorandum is to request a resolution authorizing the acceptance of Deeds of Easement from the owners of record on properties needed for the construction of the East Loudon Avenue Sanitary Sewer Relocation project at a cost of \$906.00.

Purpose of Request

The requested resolution will provide funds for the purchase of permanent and temporary easements on two (2) affected parcels – 664 E. Loudon Avenue and 666 E. Loudon Avenue.

Project Cost in FY22 and Future Budget Years

The cost to acquire the necessary easements is \$906.00.

Are Funds Budgeted

The funds are budgeted in the following account:

<u>FUND</u>	<u>DEPT ID</u>	<u>SECT</u>	<u>ACCT</u>	<u>PROJECT</u>	<u>ACTIVITY</u>	<u>BUD REF</u>
4003	303408	3468	92811	NEIGHBOR_SEWER	CONSTRUCT	2022

Director / Commissioner

Martin / Albright



East Loudon Avenue Sanitary Sewer Relocation - Project Location Map



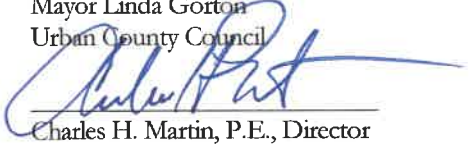
MAYOR LINDA GORTON



LEXINGTON

CHARLES H. MARTIN, P.E.
DIRECTOR
WATER QUALITY

TO: Mayor Linda Gorton
Urban County Council

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

DATE: May 11, 2022

SUBJECT: Award of Engineering Services for the Sanitary Sewer Capacity Assurance Program RFP #13-2022

Request

The Division of Water Quality (DWQ) requests approval of an agreement between the Lexington-Fayette Urban County Government (LFUCG) and Stantec Consulting Services Inc. for engineering and consulting services related to the sanitary sewer System Capacity Assurance Program.

Purpose of Request

LFUCG requires ongoing assistance with the implementation of the EPA approved, Consent Decree required, sanitary sewer System Capacity Assurance Program. Stantec Consulting Services Inc. was the single respondent to RFP #13-2022, and is the same firm that is currently under contract for these services. As with the previous System Capacity Assurance Program service agreements, the scope of services in the RFP provides for up to four (4) additional 365-day periods upon mutual agreement by all parties.

Project Cost in FY23 and in Future Budget Years

This is an indefinite services contract that is Task Order driven. Task Orders are based on hourly rates per the consultant's proposal to RFP #13-2022, and all Task Orders are negotiated and approved by the Director of Water Quality.

Are Funds Budgeted

\$600,000 is budgeted in 4003 303410 3471 71205 CAPASSE CONSENT_DE 2023

File:

Director/Commissioner

Martin/Albright

Cc: Chris Begley, System Capacity Assurance Program Manager





Lexington-Fayette Urban County Government
CHIEF ADMINISTRATIVE OFFICE

Linda Gorton
Mayor

Sally Hamilton
CAO

TO: Mayor Linda Gorton and Urban County Council
FROM: Patricia L. Dugger, RS, MPA, Director DEM
CC: Kenneth L. Armstrong , Commissioner of Public Safety
DATE: May 23, 2022
SUBJECT: Search and Rescue Affiliation Agreement

Request

Request Council authorization to Request Council authorization to authorize the Mayor to sign a resolution to establish responsibilities and chain of command within the Lexington Fayette Urban County Government, including the responsibilities and chain of command for LFUCG's Special Operations Team in the Division of Fire and Emergency Services, and between the Rescue Squad and the Urban County Government Emergency Management Director, in the provision of rescue squad services.

Why are you requesting?

This is an annual internal agreement that has been reviewed previously.

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

The cost for this FY is: n/a

The cost for future FY is: n/a

Are the funds budgeted? n/a

The funds are budgeted or a budget amendment is in process: n/a

Account number: n/a

File Number: 0529-22

Director/Commissioner: Dugger/Armstrong

Wuorenmaa DRAFT 5. 29.15

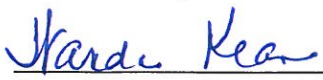
MAYOR LINDA GORTON



LEXINGTON

SALLY HAMILTON
CHIEF ADMINISTRATIVE OFFICER

TO: Mayor Linda Gorton
Urban County Council

FROM: 
Wanda Kean, Deputy Director
Division of Facilities and Fleet Management

DATE: May 23, 2022

SUBJECT: Sole Source Procurement for Cummins

Request:

Authorization to issue sole source status to Cummins.

Purpose:

The Division of Facilities and Fleet Management is requesting sole source status be issued to Cummins for the repairs made to unit 08408 (a 2016 Peterbilt front loader). The truck had to be broken down to assess the malfunction and once this is done it becomes costly to put the unit back together to get a second or third assessment. Vendor is familiar with the manufacturer and model through previous repair work.

Budgetary Implication:

The cost for Fiscal Year 2022 is \$14,492.55

Are the funds budgeted?

Yes. This will be paid from 1115-303501-0001-76331

File Number: 531-22

Commissioner: Chris Ford



MAYOR LINDA GORTON



LEXINGTON

THERESA REYNOLDS
DIRECTOR
GRANTS & SPECIAL PROGRAMS

**TO: LINDA GORTON, MAYOR
URBAN COUNTY COUNCIL**

**FROM: THERESA REYNOLDS, DIRECTOR
DIVISION OF GRANTS AND SPECIAL PROGRAMS**

DATE: MAY 23, 2022

SUBJECT: FY23 Home Network Program at the Family Care Center

Request: Council authorization to accept an award from the Lexington-Fayette County Health Department in the amount of \$650,000 to continue the Home Network Project also known as the Kentucky Health Access Nurturing Development Services (HANDS) at the Family Care Center—FY 2023.

Purpose of Request: The Family Care Center operates a home visitation program to address many of the limitations observed among existing prevention efforts aimed at low-income families and to create a system of support more responsive to emerging social and familial realities. The Home Network provides home visitation services for high risk families from birth of the first child up to age two. This program is based upon evidence that home visitation programs are effective in reducing child abuse and neglect.

This Home Network program is supported by the Kentucky Cabinet for Health and Family Services in a pass-through arrangement with the Lexington-Fayette County Health Department as the granting agency. The source of federal funds is the Medicaid. A portion of Kentucky's tobacco settlement dollars have also been earmarked for support of this program. State General Fund dollars also provide funding to support services for families with more than one child.

What is the cost in this budget year and future budget years? The Home Network program is a "fee for service" program, in that the LFUCG only receives funding for services that it delivers. For 2023, the Kentucky Cabinet for Health and Family Services has estimated the following allocations: Federal funds in the amount of \$475,000 (Medicaid), and State funds in the amount of \$175,000 (non-Medicaid and multi-child families) for a total of \$650,000. No match is required. Funding for future budget years is dependent upon availability of federal and state funding.

Are the funds budgeted? FY23 Budget Amendment is in process.

File Number: 0532-22

Director/Commissioner: Rodas/Allen-Bryant



**Neighborhood Development Funds
May 31, 2022
Work Session**

Amount	Recipient	Purpose
\$ 960.00	Vineyard Neighborhood Assoc. Mary Gorlow 3508 Calera Court Lexington, KY 40515	To assist with repair of the neighborhood entrance sign.
\$ 1,250.00	Trees Lexington! Stacy Borden PO Box 1046 Lexington, KY 40588	To support the tree canopy program's projects in the 10th district.
\$ 500.00	The KY Center for Grieving Childred and Families, Inc. Leila Salisbury 3348 Bellefonte Drive Lexington, KY 40502	To help pay for program facilitators for grief support groups.
\$ 2,050.00	Friends of the Parks Sandy Shafer 206 Vista St. Lexington, KY 40503	To help purchase trees for the 5th annual tree week.
\$ 1,500.00	CASA of Lexington Melynda Jamison 3425 Loch Ness Drive Lexington, KY 40517	To assist with the Superhero Run.
\$ 500.00	Squires Elementary PTA Natosha Barnett 3337 Squire Oak Drive Lexington, KY 40515	To assist with the family resource center food pantry.
\$ 1,700.00	Lexington Leadership Foundation Fatherhood Initiative David Cozart 422 Codell Drive Lexington, KY 40509	To assist with the 18th annual Father's Day family celebration.
\$ 1,050.00	KY Veterans Hall of Fame Foundation, Inc. PO Box 1446 Lexington, KY 41042 HB Deatherage	To assist with the 2022 induction ceremony.
\$ 3,000.00	Divine Providence, Inc. PO Box 324 Lexington, KY 40588 Ginny Ramsey	To assist with the cost of covid tests for clients served at the Catholic Action Center.

\$ 1,000.00	REACH, Inc. 733 Red Mile Road Lexington, KY 40507 Tina Burns	To assist with their mission to help low to moderate income families become financially sufficient and obtain affordable housing.
\$ 5,000.00	The Lexington Hearing & Speech Center, Inc. 350 Henry Clay Boulevard Lexington, KY 40502 Marcy Ansley	To support their mission to serve individuals and families.
\$ 1,000.00	One Parent Scholar House 1156 Horseman's Lane Lexington, KY 40504 Rufus Friday	To support the agency in serving families under their care.
\$ 1,000.00	Jubilee Jobs of Lexington, Inc. 1450 North Broadway Lexington, KY 40505 Mason King	To support their Life Coach Program.
\$ 2,500.00	Grin Grant, Inc. 2420 Parterre Place Lexington, KY 40504 Mary Helen Shashy	To assist with a free dental scholarship to working persons in recovery.
\$ 500.00	Sisters & Supporters Working Against Gun Violence, Inc. 501 W. Sixth Street, Suite 250 Lexington, KY 40508 Tonya Lindsey	To support their "Stop the Bleed" training and monthly social grief support group.
\$ 2,000.00	LFUCG Senior Intern Program 1101-606102-6063-75102 BA 11730 Kristie Stambaugh	To assist with the 2022 Senior Intern Program.
\$ 2,800.00	LFUCG Traffic Engineering 1101-303602-3606-91614 BA 11731 Jeff Neal	To assist with the installation of several safety measures in the 3rd district.



MEMORANDUM

DATE: May 31, 2022

TO: Lexington-Fayette Urban County Government and Urban County Council

FROM: Jill Barnett, General Manager

SUBJECT: Lextran FY2023 Operating Budget and 5-Year Capital Plan

Each year, Lextran prepares a one-year operating budget along with a rolling five-year capital plan. Lextran anticipates finishing FY2022 nearly one million dollars under budget on expenses, leading into FY2023 in a strong position. The Lextran FY2023 Operating Budget and 5-Year Capital Plan are attached for Council's consideration.

Revenues for the FY2023 Operating Budget include a combination of Federal 5307 formula funds, as well as apportionments from the American Rescue Plan Act of 2021 (ARPA), which represent a combined 88 percent increase from federal revenue in FY2022. We anticipate a drawdown of approximately \$11.8 million in APRA funds for FY2023.

As you know, President Joe Biden signed the Infrastructure Investment & Jobs Act (IIJA) into law in November 2021. The IIJA (also known as the "bipartisan infrastructure law") re-authorizes the existing funding programs for the next five years and commits to a significant increase in investments in public transit. The American Public Transit Association (APTA) called the IIJA the "largest federal investment in the history of public transportation." Apportionments are the responsibility of the Federal Transit Administration (FTA). The amounts included in this budget are estimated based on apportionment tables released by FTA as well as information obtained from APTA. Lextran anticipates more than \$1 million per year in additional formula funds thanks to the passage of the IIJA. The IIJA also authorized several competitive funding programs and Lextran will compete for those grants where appropriate.

The state budget also included funding for use by the Office of Transportation Delivery to match federal grants (replacing previous toll credits). In the current fiscal year, we received \$2.4 million, however in the previous fiscal year we received \$0. While there is no formula or set process for distribution at the state level as there is on the federal side, we anticipate a per-year match of approximately \$1.2 million.

Lextran expenses for FY2023 anticipates increases in the areas of paratransit, fuel & oil, and employee wages & fringe benefits. Lextran currently has an open procurement for paratransit services and as a result, the paratransit line item shown here is budgeted flat compared to last year. This line item is subject to a budget amendment once the RFP process wraps up and the new contract is in place. It is important to note that Lexington's paratransit service has been operated by a non-profit entity for the last forty years.



With regard to the fuel & oil line item, diesel is currently budgeted at \$4.25 per gallon in the FY2023 budget, an increase from \$2.20 per gallon in FY2022. The fuel & oil budget line-item is based off recent fuel prices paid by Lextran as well as forecasts from the U.S. Energy Information Administration. This is an item which Lextran will be watching closely.

Employee wages & fringe benefits represents an overall ten percent increase compared to FY2022, which includes the following:

- 223.5 total FTE, an increase of about 3.5 percent from the current fiscal year. This includes both union and non-union positions
- Market adjustments for non-collectively bargained positions, nearly all of which currently pay below market rates
- Adding Juneteenth as a paid holiday for all employees
- A 3.5 percent wage increase for all collectively bargained employees

Additional notes and assumptions for the FY2023 Operating Budget:

- Property tax revenue is budgeted at a 3.5 percent increase
- Employee health insurance assumes a 6 percent increase
- Paratransit RFP is a pending "open procurement" and detailed discussion could compromise the integrity of the process
- Additional Operations positions are partially based on recommendations proposed by the Comprehensive Operations Analysis.

If you have any questions, please call me at 859.255.7756.

Fiscal Year 2023 Lextran Operating Budget

Presented to the
LFUCG Urban County Council

May 31, 2022



WE SERVE
PEOPLE
AND OUR
COMMUNITY
WITH MOBILITY
SOLUTIONS.



LEXTRAN AT A GLANCE



25 FIXED
ROUTES



2.52 MILLION
PASSENGER
TRIPS (2021)



8,377 TRIPS PER
WEEKDAY (2021)



51% OF TRIPS
ARE FOR WORK
OR SCHOOL



896
BUS STOPS



104 SHELTERS
AT STOPS



75 VEHICLES IN
OUR DIVERSE
FLEET



58 WHEELS
PARATRANSIT
VEHICLES

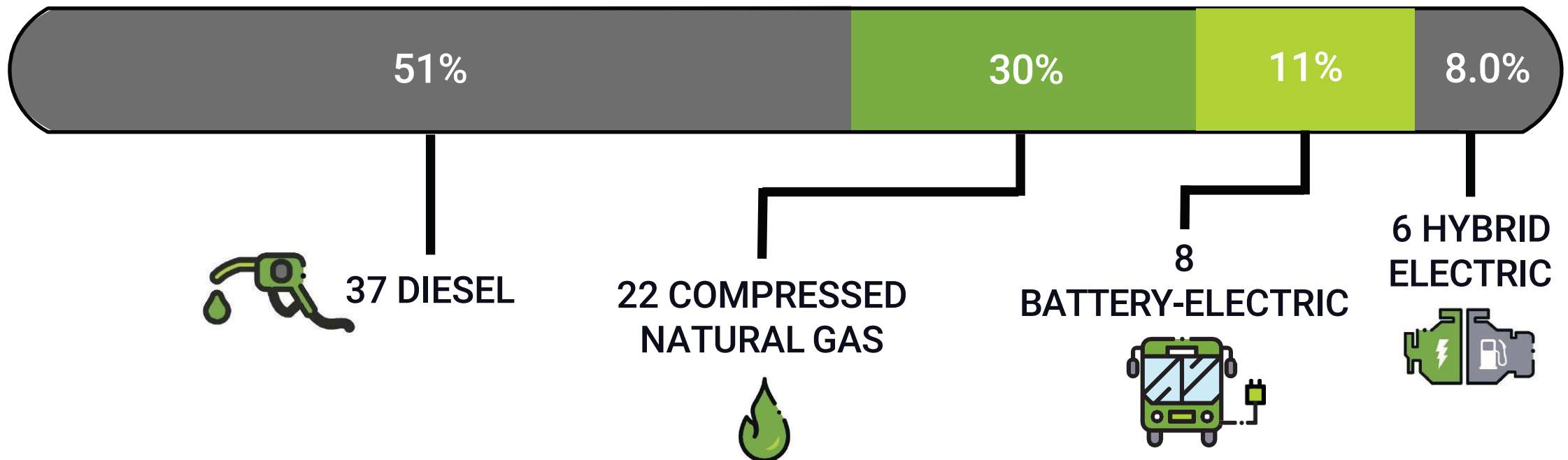


7 VEHICLES FOR
RIDESHARE

LEXTRAN'S FLEET



**75* VEHICLES IN
OUR DIVERSE FLEET**



*"Technically" 75 – two gasoline cutaways are currently out-of-commission

Highlights for FY2022

- The Infrastructure Investment and Jobs Act (IIJA) was signed into law by President Biden on November 15, 2021
 - Reauthorizes existing federal transportation funding programs and commits to a 29% overall funding increase in the next five years.
- Successfully completed labor negotiations and ratified a new Collective Bargaining Agreement in October 2021
- Won a \$4.1M federal Bus & Bus Facilities competitive grant for fleet replacement
- Received \$2.4M in state funding to match capital projects
- Progress towards fleet replacement program
 - Took delivery of two new buses
 - Placed orders for seven new buses
- Awarded a five-year management contract to Transdev
- Established a Cash Reserve policy through Board approval
- Substantial progress on Comprehensive Operations Analysis
 - Development of near- and mid-term recommendations
 - Public engagement that resulted in more than 200 pieces of feedback from stakeholders



Looking ahead to FY2023...

- Increased federal investment from the IIJA will positively impact Lextran's budget
- New paratransit services contract (open procurement)
 - Anticipate transition to new provider
 - Communications and marketing with customers
 - Refined internal processes for oversight of requirements, performance metrics, and customer comment intake
- Expansion of on-route passenger facilities (shelters, benches, boarding pads)
- Management of fuel costs (diesel)
- Anticipated construction at downtown Transit Center rehabilitation/Town Branch project
- Planned implementation of comprehensive operations analysis recommendations
- Expected kick-off for canopy construction



Operating Budget

DRAFT

FY2023 Budget FY2022 Projected FY2022 Budget FY2021 Actual

REVENUE

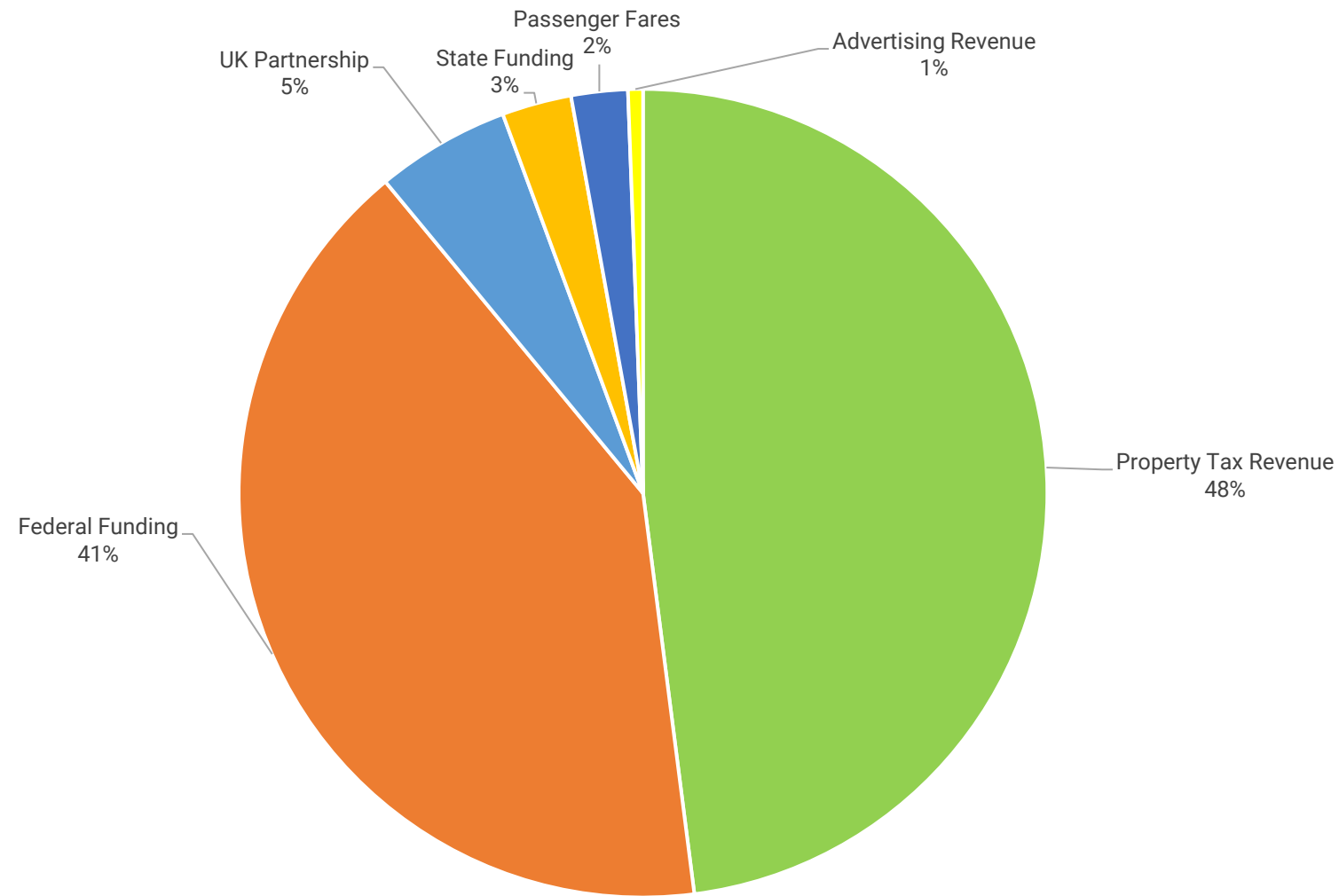
Property Tax Revenue	\$20,949,543	\$20,241,104	\$20,241,104	\$19,957,760
Federal Funding	\$17,018,641	\$9,542,220	\$9,542,220	\$12,357,792
UK Partnership	\$2,339,246	\$2,339,246	\$2,129,201	\$2,129,201
State Funding	\$1,216,025	\$1,216,024	\$0	\$0
Passenger Fares	\$986,917	\$958,675	\$784,000	\$378,546
Advertising Revenue	\$260,000	\$260,000	\$260,000	\$260,000
Miscellaneous Revenue (fuel tax, vending)	\$151,500	\$144,462	\$162,800	\$137,937
Revenue from Lextran Foundation	\$0	\$78,852	\$78,852	\$0
Local Operating Assistance	\$0	\$68,882	\$0	\$125,441
TOTAL REVENUE	\$42,921,872	\$34,849,465	\$33,198,177	\$35,346,677

OPERATING EXPENSES

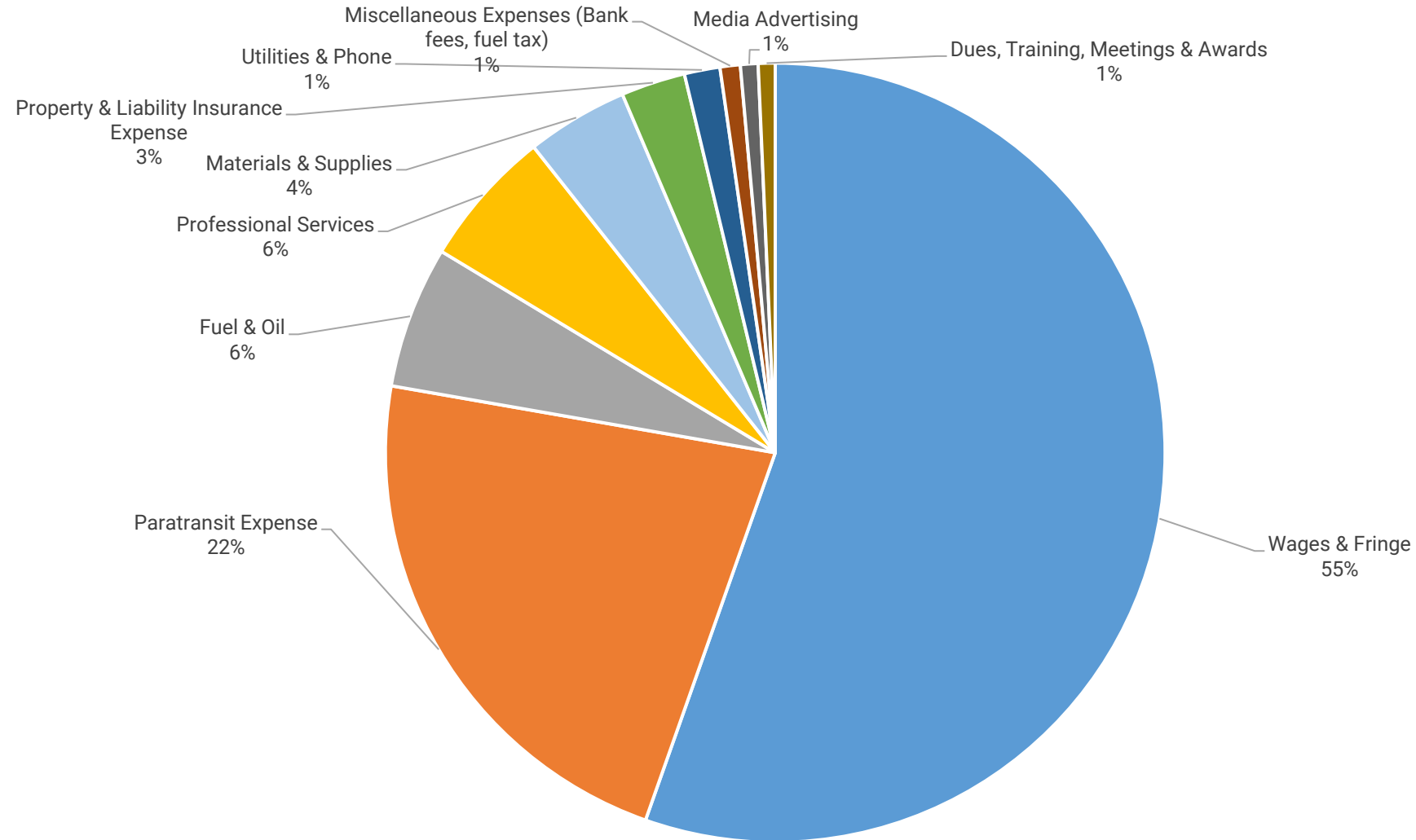
Wages & Fringe	\$17,691,171	\$16,152,411	\$16,142,363	\$14,010,185
Paratransit Expense*	\$5,200,000	\$4,900,000	\$5,200,000	\$4,878,189
Fuel & Oil	\$1,881,484	\$1,427,924	\$1,406,000	\$987,355
Professional Services	\$1,826,663	\$1,245,893	\$1,729,540	\$1,636,496
Materials & Supplies	\$1,349,500	\$1,228,919	\$1,281,500	\$1,497,848
Property & Liability Insurance Expense	\$851,166	\$826,375	\$882,540	\$834,474
Utilities & Phone	\$471,932	\$389,722	\$463,850	\$408,305
Miscellaneous Expenses (Bank fees, fuel tax)	\$267,900	\$240,212	\$210,100	\$214,406
Media Advertising	\$233,000	\$108,688	\$157,000	\$117,387
Dues, Training, Meetings & Awards	\$223,625	\$131,454	\$249,350	\$130,018
Vanpool Expense	\$20,000	\$20,000	\$25,200	\$15,339
Leases-Facility-Admin	\$0	\$208,515	\$208,515	\$826,056
Interest Expense-Admin.	\$0	\$0	\$0	\$60,930
TOTAL EXPENSES	\$30,016,441	\$26,880,113	\$27,955,958	\$25,616,988

*Paratransit Expense - subject to budget amendment; final amount TBD by competitive RFP process currently underway.

FY2023 Operating Budget - Revenue



FY2023 Operating Budget - Expenses



5 Year Capital Plan

CAPITAL PROJECTS	<u>FY2022</u>	<u>FY2023</u>	<u>FY2024</u>	<u>FY2025</u>	<u>FY2026</u>
Bus Purchase (CNG)	3,696,596	1,403,308	1,445,407	702,000	723,060
Electric Buses & Chargers	-	5,134,553	-	-	-
Bus Canopy (carry over)	2,200,000	-	-	-	-
CAD AVL System	-	-	3,500,000	-	-
ITS Technology Services	656,968	1,018,087	1,050,000	1,100,000	1,125,000
Service Vehicles	75,000	255,000	-	-	75,000
Capital Cost of Contracting (Paratransit)	2,625,000	2,600,000	3,500,000	3,500,000	3,500,000
Capital Maintenance	2,750,000	2,600,000	2,600,000	2,600,000	2,600,000
Transit Center Project (TAP) (carry over)	1,650,000	1,000,000	-	-	-
Transit Enhancements (Shelters, Benches, Trash Cans)	150,000	150,000	150,000	150,000	150,000
Hardware & Software (IT Projects)	194,000	94,200	180,000	190,000	190,000
Shop Tools/Equipment/Facilities	25,000	94,375	1,071,849	1,078,663	1,048,762
Security Equipment	60,683	378,000	75,000	80,000	82,000
SUBTOTAL CAPITAL PROJECTS	14,083,247	14,727,523	13,572,256	9,400,663	9,493,822
Section 5307 Formula Funding	4,854,673	6,238,037	6,300,417	6,363,422	6,427,056
Section 5339 Bus & Bus Facilities Funding	561,323	4,668,965	566,937	572,606	578,332
Section 5339 LoNo Grant (canopy)	2,200,000	-	-	-	-
Surface Transportation Block Grant (SLX)	400,000	400,000	400,000		
State Funding	1,216,024	1,216,025	1,216,025	1,216,025	1,216,025
Volkswagen Settlement Funding	1,145,144				
Coronavirus Aid, Relief & Economic Security Act (CARES)	-	-	3,500,000	-	-
Transit Center Project (TAP) (carry over)	428,000	-	-	-	-
Local Share from Mass Transit Fund	3,278,083	2,204,496	1,588,877	1,248,610	1,272,409
TOTAL	14,083,247	14,727,523	13,572,256	9,400,663	9,493,822

****Local match may be required for new grant funds.**

Grant funds carry over if not completed during the fiscal year.