

**PURCHASE OF SERVICE AGREEMENT**

THIS PURCHASE OF SERVICE AGREEMENT, made and entered into on the 7<sup>th</sup> day of July 2015, by and between the LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT, an urban county government of the Commonwealth of Kentucky, created pursuant to KRS chapter 67A ("Government"), 200 East Main Street, Lexington, Kentucky 40507, on behalf of the Chief Development Officer, ("CDO "), and THE North Limestone Community Development Corporation ("Organization"), 714 North Limestone Street, Unit B , Lexington, Kentucky 40508, with an effective date of July 1, 2015.

**WITNESSETH:**

That for and in consideration of the mutual promises and covenants herein expressed, the Government and the Organization agree as follows:

1. Government hereby retains Organization for the period beginning on July 1, 2015, and continuing for a period of twelve (12) months from that date unless within that period Government gives the Organization written notice of termination of this Agreement in which case this Agreement shall terminate thirty (30) days from the date notice is given to the Organization.

2. In consideration for the Organization providing the services more particularly described in the Addendum attached hereto and incorporated herein by reference, the Government shall pay the organization the sum of One Hundred Fifty Thousand Dollars (\$150,000.00), one fourth (1/4<sup>th</sup>) of which shall be payable each quarter, within ten (10) days after receipt of the report required in Paragraph 6 herein, July to June, inclusive.

3. In the event of termination of this Agreement by Government as provided for in paragraph 1 above, Organization shall be entitled to that portion of total compensation due under this Agreement as the service rendered bears to the service required thereunder.

4. Organization shall perform all duties and services included in the Addendum attached hereto faithfully and satisfactorily at the time, place and for the duration prescribed herein. Organization shall keep itself fully informed of all national and state laws and all municipal ordinances and regulations in any manner affecting the work or performance of this Agreement, and shall at all times observe and comply with such laws, ordinances and regulations, whether or not such laws, ordinances or regulations are mentioned herein, and shall indemnify Government, its officers, agents and employees against any claim or liability arising from and based on Organization's violation of any such laws, ordinances or regulations.

5. Organization represents that it has filed federal, state or local income tax returns required by law in the legally prescribed time and manner. This Agreement shall not become effective unless and until copies of all of the executed originals of the aforementioned tax returns filed for the most recent tax year for the Organization have been registered by the Organization in the office of the CDO , and the Organization shall not be compensated unless and until such registration has taken place.

6. The Organization shall, at the end of each quarter and by no later than the 10<sup>th</sup> working day of the succeeding quarter, on such forms as the CDO shall provide, submit to the CDO : a report containing, for each of the services enumerated in Exhibit A which were provided in the preceding quarter (a) a description of the service provided,

including the costs of providing services and the quantity and quality of the service provided, and (b) the additional information requested in and submitted on the form attached hereto as Exhibit B and incorporated herein by reference (or a similar form created and provided to Organization by the Government); and (c) an invoice requesting compensation for the services provided during the preceding quarter. Any and all provisions of this Agreement to the contrary notwithstanding, the compensation of Organization for each quarter of the Agreement shall not be paid unless and until Organization submits the satisfactorily completed quarterly report and invoice required hereunder. In addition, Organization shall be required to present a progress report as to its activities annually before the Urban County Council's Budget, Finance & Economic Development Committee, or as otherwise instructed by the Government.

7. Books of accounts shall be kept by the Organization and entries shall be made therein of all money, goods, effects, debts, sales, purchases, receipts, payments and any other transactions of the Organization. The books of accounts, together with all bonds, notes, bills, letters and other writings belonging to the Organization, shall be maintained at the principal place of business of the Organization as set forth in this Agreement. Government shall have free and complete access to the books, papers and affairs of the Organization at all reasonable times, and if it desires, it may have the books and papers of the Organization audited and examined by auditors, accountants or attorneys. Any examination shall be at the expense of the Government.

8. Government may designate such persons as may be necessary to monitor and evaluate the services rendered by the Organization. The Government, its agents and employees, shall, at all times, have unrestricted access to all places where or in

which the services required hereunder are being carried on and conducted. Inspection and monitoring of the work by these authorities shall in no manner be presumed to relieve in any degree the responsibility or obligations of Organization, or to constitute Organization an agent of the Government.

9. Organization shall provide equal opportunity in employment for all qualified persons, shall prohibit discrimination in employment because of race, color, creed, national origin, sex, age, sexual orientation or gender identity, or handicap, shall promote equal employment through a positive, continuing program of equal employment, and shall cause each of its subcontracting agencies to do so. This program of equal employment opportunity shall apply to every aspect of its employment policies and practices.

10. Organization shall adopt a written sexual harassment policy, which shall at a minimum, contain a statement of current law; a list of prohibited behaviors; a complaint process; and a procedure which provides for a confidential investigation of all complaints. The policy shall be given to all employees and clients and shall be posted at all locations where the organization conducts business. This policy shall be submitted to the Office of the Mayor for review within thirty (30) days of the execution of this Agreement.

11. The Organization agrees that all revenue and expenditures shall be audited at least annually by independent certified public accountants who shall express an opinion as to whether or not revenue and expenditures during the year audited have conformed to state and local law and regulation. A copy of this audit shall be submitted to the Government within ten (10) days of completion.

12. Organization agrees that it shall apply all funds received by it from the Urban County Government in accordance with the following investment policy guidelines:

A. Objectives--Capital preservation with surety of income. Reasonable competitive income consistent with high investment quality and purpose of funds. All investments shall conform with state and local law and regulations and these Policies.

B. Investment Funds Management--The governing board may elect to either:

(1) manage its investments through its executive director where the size or complexity of funds to be managed is deemed by the board to be within the training, expertise and/or available time capacity of the executive director and the operating staff;

-or-

(2) utilize the professional investment management facilities of a local bank trust department acting in a fiduciary capacity within the same approved investment policies and federal, state, local and trust laws and regulations. The trust department may utilize its regular short-term 100% U.S. Treasury Fund for daily funds investment. The election of option 1 or 2 should be made consistent with the relative cost incurred and in the case of option 2 the cost shall be competitive among local trust departments.

C. Investment Policies--Safety and Prudence.

(1) Short-term liquidity funds shall be invested in "riskless" investments, i.e., deposits in Kentucky commercial banks or savings and loan associations that are fully federally insured or deposits collateralized by U.S. Treasury securities with a current market value of at least 100%, or in direct obligations of U.S. Treasury securities.

Investments shall be diversified according to maturity in order to meet projected cash flow needs.

Collateral pledged to secure uninsured deposits shall be held at a federal reserve bank with the receipt providing absolute control by the agency.

- (2) Retirement funds, endowment funds, long-term capital reserve funds and any other special funds may be held and invested by a local bank trust department under investment objectives and diversification in accordance with the individual nature of the funds and pursuant to the "prudent man" investment rule as well as general trust law.
  - (3) All investments shall be reviewed monthly by a finance or investment committee of the agency.
  - (4) Local brokerage firms may hold and invest funds provided that investments are located within Kentucky and are fully insured.
- D. Audit--All investments shall be audited at least annually by independent certified public accountants who shall express an opinion as to whether or not investments during the year audited have conformed with state and local law and regulation and with the approved investment policies.

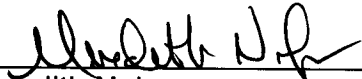
13. This instrument, and the Addendum incorporated herein, contains the entire agreement between the parties, and no statement, promises or inducements made by either party or agent of either party that is not contained in this written Agreement shall be valid and binding; and this Agreement may not be enlarged, modified or altered except in writing signed by the parties and endorsed hereon.

IN WITNESS WHEREOF, the parties have executed this Agreement at  
Lexington, Kentucky, the day and year first above written.

**LEXINGTON FAYETTE URBAN  
COUNTY GOVERNMENT**

By:   
Jim Gray, Mayor


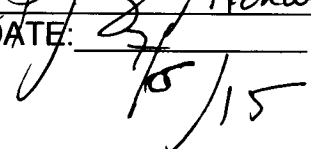
ATTEST:

  
Meredith Nelson  
Clerk of the Urban County Council

**NORTH LIMESTONE COMMUNITY  
DEVELOPMENT CORPORATION**

By:   
Griffin Van Meter  
Chairman

ATTEST:

  
WITNESS/DATE:   
10/15

## **EXHIBIT "A"**

Lexington/Fayette Urban County Government

Addendum for Services  
North Limestone Community Development Corporation

### **Scope of Work**

#### **Local Contribution**

During Fiscal Year 2016 (July 1, 2015 through June 30, 2016) the North Limestone Community Development Corporation (NoLi CDC) will use these funds to:

- Provide positive quality of life experiences for people living or visiting the North Limestone area
- Support neighborhood business growth in the North Limestone area
- Develop public art projects in the North Limestone area.
- Promote the North Limestone area as a unique and vibrant place for business, residential life and entertainment.
- Act as a conduit for information sharing.
- Serve in a leadership role to promote the North Limestone area as an important center of the community and region.
- Work to solve existing challenges in the North Limestone area on a wide range of topics.
- Coordinate and implement a variety of events and activities to draw people to the North Limestone area.
- Act as a promotional outlet for North Limestone area retailers and restaurants.
- Assist with economic development efforts in Lexington.
- Work to assist in creating an environment that is conducive to creating a unique and vibrant place.



**EXHIBIT "A"**

Lexington/Fayette Urban County Government

Addendum for Services  
North Limestone Community Development Corporation

**LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT  
ECONOMIC DEVELOPMENT PARTNER AGENCY QUARTERLY REPORT  
FISCAL YEAR 2016**

**Economic Development Partner Agency:**  
North Limestone Community Development Corporation

**Date:**  
Put Submission Date Here

**Outcome Evaluation**  
Using this Addendum "B" to the North Limestone Community Development Corporation(NoLi CDC) Purchase of Service Agreement, please demonstrate progress towards stated goals and initiatives

NOTE: If there have been changes to your Lexington-Fayette Urban County Government funded program(s) necessitating amendment of your approved outcomes, please contact Kevin Atkins, Chief Development Officer, 859.258.3110 (or email at [katkins@lexingtonky.gov](mailto:katkins@lexingtonky.gov)) to discuss the proposed amendments.

**1. Describe activities during the past quarter led by NoLi CDC that helped promote the quality of life for people living or visiting the North Limestone community.**

ANSWER (1) HERE

**2. How many and what type of events has NoLi CDC hosted to bring people into the North Limestone Community? Provide an estimate of attendance at each of those NoLi CDC hosted/sponsored events?**

ANSWER (2) HERE

**3. How have the NoLi CDC events assisted the economic development efforts of both the North Limestone community and the Lexington community as a whole?**

ANSWER (3) HERE

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**1. Describe the efforts during the past quarter to develop the public art project on the Kentucky American Water retention tank on York St. If finished, please note COMPLETE and attach documentation of completion.**

ANSWER (1) HERE

**Describe efforts taken during the past quarter to develop the second public art project for the NoLi area. If finished, please note COMPLETE and attach documentation of completion.**

ANSWER (2) HERE

**Describe efforts during the last quarter to conduct a Feasibility Study to convert the 700 block of Bryan Avenue to a Permanent Public Space/Plaza. During the first submission, describe benchmarks and deadlines for the completion of the Feasibility Study. If finished, please note COMPLETE and attach documentation of completion.**

ANSWER (3) HERE

**Describe efforts taken during the last quarter to implement infrastructural improvements to the North Pole Garden. During the first submission, describe benchmarks and deadlines for the completion of the North Pole Garden Infrastructure. If finished, please note COMPLETE and attach documentation of completion.**

ANSWER (4) HERE

**Describe efforts taken during the last quarter to develop other public space initiatives as directed by the North Limestone Cultural Plan. List specific initiatives developed and provide benchmarks and deadlines for completion. If finished, please note COMPLETE and attach documentation of completion.**

ANSWER (5) HERE

**List recipients of Neighborhood Business Startup Grants during the last quarter. For businesses funded previously, list their current number of employees and describe their type of business. If finished, please note COMPLETE and attach documentation of completion.**

ANSWER (1) HERE

**Describe efforts during the last quarter to include members of the community in the selection process. Describe growth of the community participants when compared with the last quarter. If finished, please note COMPLETE and attach documentation of completion.**


ANSWER (2) HERE

**1. What challenges were identified in the previous quarter in regard to the promotion of making North Limestone an important and vibrant area for the community and region?**

ANSWER (1) HERE

**2. What solutions were proposed and provided by NoLi CDC to those challenges?**

ANSWER (2) HERE



**Please provide the measures of success during the most recent quarter based on the NoLi CDC Mission Statement. Describe how those have improved from the previous quarter.**

ANSWER HERE



ANSWER HERE

**CERTIFICATION**

As the Chair or Chief Executive Officer (or equivalent) of this agency, I certify that the information provided in this Quarterly Report is true and complete to the best of my knowledge and belief.

I further agree that funds received from Lexington-Fayette Urban County Government will be used for the purposes for which they were requested and approved, and that the agency will comply with the requirements set forth in the application and the approved Purchase of Service Agreement and Addendum(s).

**Name:**

INSERT NAME HERE

**Title:**

INSERT TITLE HERE

**Date:**

INSERT DATE HERE



**1ST QUARTER:** OCTOBER 14, 2015

**2ND QUARTER:** JANUARY 14, 2015

**3RD QUARTER:** APRIL 14, 2015

**4TH QUARTER:** JULY 14, 2015



Kevin Atkins  
Chief Development Officer  
Lexington-Fayette Urban County Government  
[katkins@lexingtonky.gov](mailto:katkins@lexingtonky.gov)