

PURCHASE OF SERVICE AGREEMENT

THIS PURCHASE OF SERVICE AGREEMENT (hereinafter "Agreement"), made and entered into on the 26th day of July, 2022, by and between the **LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT**, an urban county government of the Commonwealth of Kentucky created pursuant to KRS chapter 67A (hereinafter "Government"), 200 East Main Street, Lexington, Kentucky 40507, on behalf of its **OFFICE OF HOMELESSNESS PREVENTION AND INTERVENTION** (hereinafter "Sponsor"), and, **HOPE CENTER, INC.**, (hereinafter "Organization" and with the Government, the "Parties") with offices located at 298 West Loudon Avenue, Lexington, Kentucky 40508.

RECITALS

WHEREAS, the Lexington-Fayette Urban County Government has established the Extended Social Resource (ESR) Grant Program to provide grant funds to various non-profits that provide important social services to the community; and

WHEREAS, this ESR Grant Program, which prioritizes partnerships with community organizations in delivering social services to supplement and support the work of the Urban County Government, fulfills an important and vital public purpose; and

WHEREAS, the ESR Grant Program provides funding for the Overnight Emergency Shelter Program, administered by the sponsor; and

WHEREAS, the Sponsor identifies non-profits in the community that provide overnight emergency shelter for those experiencing homelessness and who may qualify for funding in accordance with the Lexington-Fayette County Continuum of Care; and

WHEREAS, the Organization qualifies for funding in accordance with the Lexington-Fayette County Continuum of Care; and

WHEREAS, the Parties agree that the main goal of any funding investment is the reduction and end to homelessness.

WITNESSETH

NOW THEREFORE, 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 purpose of providing emergency overnight shelter, food and all basic needs, and housing focused case management to all those experiencing homelessness whom identify as male, 365 days per year in Fayette County.

2. This Agreement shall be for the period beginning on **July 1, 2022**, and ending **June 30, 2023**. The Parties have the option to renew this Agreement for another term of one (1) year. This Agreement shall automatically renew for an another one-year term on July 1, 2023, pursuant to the same terms and conditions contained herein, unless either Party first sends a written notice on or before June 30, 2023 of that Party's intent not to renew this Agreement.

3. Either party may terminate this Agreement at any time and for any reason by providing the other party with at last thirty (30) days' advance written notice of termination. In which case, this Agreement shall terminate thirty (30) days from the date notice is given.

4. This Agreement shall include the following additional documents, which are attached hereto as exhibits and incorporated herein by reference as if fully stated:

A. Exhibit D - Quarterly Financial and Program Reports

5. Government shall pay Organization the sum of **Eight Hundred Fifty Thousand Dollars (\$850,000.00)** for the services of, providing emergency overnight shelter, food and all basic needs, and housing focused case management to all those experiencing homelessness whom identify as male, 365 days per year. One-fourth (1/4th) of the sum shall be payable in July, or shortly thereafter upon receipt of a quarterly invoice and a detailed financial report (attached herein as part of Exhibit D). The remaining portion will be payable in October, January, and April upon receipt of an invoice, detailed program reports, and detailed financial reports. If this Agreement is renewed for an additional one (1) year term starting July 1, 2023, then the same amount of Funds will be due under this Agreement during that additional one (1)

year term, and those Funds will be payable in the same manner as provided in this numbered paragraph. All detailed program reports and detailed financial reports will be due on the second Friday of October, January, April, and July. Reports shall reflect the services and programs directly related to the funding provided by Lexington Fayette Urban County Government, with emphasis on measurable outcomes.

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

7. Organization shall perform all duties and services included in the Exhibits attached hereto faithfully and satisfactorily at the time, place and for the duration prescribed herein. Compensation paid pursuant to this Agreement shall be used exclusively for the services set forth in Paragraph 1 and for no other purpose. Any alteration in the nature of such services and duties constitutes an amendment to this Agreement and must be in writing signed by both Parties. Organization shall keep itself fully informed of all federal 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.

8. Organization shall indemnify, defend and hold harmless Government, its elected and appointed officials, employees, agents, volunteers, and successors in interest, from and against any and all liability, damages, and losses, including but not limited to: demands, claims, liens, suits, notices of violation from governmental agencies, obligations, causes of action, judgments, penalties, fines, liens, costs, expenses, interest, defense costs and reasonable attorney's fees that are in any way incidental to or connected with, or that arise or are alleged to have arisen, directly or indirectly, from or by Organization's performance of or breach of this Agreement and/or the provision of goods or services, provided that (a) it is attributable to personal injury, bodily injury, sickness, or death, or to injury to or destruction of property (including the loss of use resulting therefrom), or to or from the negligent acts, errors or omissions or willful misconduct of the Organization; and (b) not caused solely by willful misconduct of the Government. The Parties understand and agree that the Organization's obligation to defend the Government includes the

obligation to investigate, handle, respond to, resist, provide a defense for, and defend claims, at Organization's expense, using attorneys approved in writing by the Government, which approval shall not be unreasonably withheld. The Parties also understand and agree that the Organization's obligation to indemnify includes, but is not limited to: attorney fees and expenses, costs of litigation, court and administrative costs, expert witness fees and expenses, judgments, fines, penalties, interest, all environmental cleanups and remediation costs of whatever kind, and any liability arising from death, injury, or damage of any kind, to any person, including employees and agents of Organization and Government, and damage to, or destruction of, any property, including the property of Government. This provision shall in no way be limited by any financial responsibility or insurance requirements, and shall survive the termination of this Agreement. Organization understands that Government is a political subdivision of the Commonwealth of Kentucky and acknowledges and agrees that the Government is unable to provide indemnity or otherwise save, hold harmless, or defend the Organization in any manner.

9. Organization represents that it has filed all federal, state and 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 Organization have been registered for the current tax year by the Organization in the office of the Sponsor, and the Organization shall not be compensated unless and until such registration has taken place.

10. The Organization shall, on such forms as the Sponsor shall provide, submit to Sponsor an annual report and financial statement which summarize the previous year's activities regarding the services required by this Agreement.

11. 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, at all reasonable times, to the books, papers and affairs of the Organization that relate to the performance of this Agreement, and if it