VEHICLE LEASE AGREEMENT

THIS VEHICLE LEASE AGREEMENT is made and entered into as of the day of, 2024, by and between the LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT, an urban county government of the Commonwealth of KY pursuant to KRS Chapter 67A (hereinafter "Government") on behalf of its Department of Public Safety, 200 East Main Street, Lexington, KY and LEXINGTON-FAYETTE ANIMAL CARE AND CONTROL, LLC, a KY limited liability company (hereinafter "Organization"), with offices located at 1600 Old Frankfort Pike, Lexington, KY;
WITNESSETH
WHEREAS, Government and Organization have entered into a Purchase of Service Agreement dated, 2024, whereby Organization provides animal control services for Government; and
WHEREAS, the Purchase of Service Agreement between Government and Organization obligates Government to lease thirteen (13) vehicles to Organization to be used for purposes of animal control; and
NOW, THEREFORE , for and in consideration of the mutual promises and covenants herein expressed and further contained in the Purchase of Service Agreement, Government and Organization agree as follows:
 Lease of Equipment: Government hereby demises, leases and lets to Organization, and Organization rents, leases and hires from Government thirteen (13) vehicles more particularly described in Exhibit "A", attached hereto and incorporated herein by reference. The use of all vehicles provided to Organization by Government shall continue to be governed by the terms of this Lease Agreement.
 Lease Term. This Lease shall commence on the date hereof and shall continue until the termination of the Purchase of Service Agreement between Government and Organization.
3. Rental. Government and Organization understand and intend that the obligation of Organization to provide animal control services for Government is and shall be sufficient consideration for the rent of the vehicles.

shall at all times during the Lease Term be in Government.

4. <u>Title of the Equipment</u>. Title to the vehicles, including any and all repairs and replacements thereof, but excluding any additions made thereto by Organization,

- 5. Maintenance of Equipment. Organization agrees that at all times during the Lease Term it shall maintain, preserve, and keep the vehicles in good repair, working order, and condition and that Organization shall from time to time make or cause to be made all necessary and proper repairs, replacements, and renewals. Organization shall obtain regular and routine vehicle maintenance and repair services from Government's Division of Facilities and Fleet Management. At Organization's request, Government will provide such services for Organization, provided, however, that the cost to Government shall not exceed the sum of Forty Thousand Dollars (\$40,000) and any cost in excess of this sum shall be borne by Organization. Government shall submit a statement to Organization for the actual parts, supplies and costs incurred by Government in providing these services to Organization, in excess of the not-toexceed amount, and Organization will reimburse Government for such costs within thirty (30) days of receipt of the statement. Upon request, Government will provide Organization with an estimate of anticipated costs of repair and will inform Organization of the then current total cost incurred by Government in providing vehicle maintenance and repair services for Organization. Organization shall use its best efforts to fully comply with all applicable Division of Facilities and Fleet management policies and procedures.
- 6. <u>Taxes and Charges</u>. In the event that use, possession, or acquisition of any vehicle is found to be subject to taxation in any form, Organization will pay during the Lease Term all taxes and governmental charges of any kind whatsoever that may at any time be lawfully assessed or levied against or with respect to the vehicles, and any vehicle or other property acquired in substitution for or as a replacement of the vehicles, s well as all other charges incurred in the operation, maintenance, use, and upkeep of the vehicles.
- 7. <u>Insurance</u>. Organization shall, at its own expense, cause casualty and property damage insurance coverage to be carried and maintained with respect to the vehicles, in an amount not less than \$500,000, which coverage shall be sufficient to protect the Full Insurable Value of the vehicles and to protect Government and Organization from liability in all events. All insurance proceeds from casualty losses shall be payable to Government and Organization as their interest in vehicles, and additions thereto, may appear.
- Disclaimer of Warranties. GOVERNMENT MAKES NO WARRANTY OR REPRESENTATION, EITHER EXPRESS OR IMPLIED, AS TO THE VALUE, CONDITION, MERCHANTABILITY, OR FITNESS FOR PARTICULAR PURPOSE OR FITNESS FOR USE OF THE VEHICLE, OR ANY WARRANTY WITH RESPECT THERETO. In no event shall

Government be liable for any incidental, indirect, special or consequential damage in connection with, or arising out of, this Lease Agreement.

- 9. <u>Use of Equipment.</u> Organization will not install, use, operate, or maintain the vehicles improperly, carelessly, in violation of any applicable law, or in a manner contrary to that contemplated by the Purchase of Service Agreement between Government and Organization. Organization shall obtain and maintain all permits and licenses, if any, necessary for use and operation of the vehicles. In addition, Organization shall comply in all respects with all laws of the jurisdiction in which it operates any of the vehicles.
- 10. <u>Assignment of Lease</u>. This Lease and the interest of the Organization in the vehicles may not be assigned or encumbered in whole or part by Organization for any reason without the prior written consent of Government.
- 11. <u>Indemnification</u>. Organization shall indemnify, protect and hold harmless Government from and against any and all liabilities, obligations, losses, claims and damages whatsoever, regardless of the cause thereof, and expenses in connection therewith, arising out of, or as the result of entering into this Lease Agreement and the use of any of the vehicles.
- 12. <u>Default</u>. Organization's failure to comply with any of the terms of the Purchase Service Agreement or this Lease Agreement shall constitute an event of default. Upon the occurrence of any event of default, Government shall be entitled immediately to retake possession of the vehicles and to take any other action which may appear necessary or desirable to enforce its rights as owner of the vehicle.
- 13. <u>Prior Agreements</u>. All prior lease agreements between the parties are terminated by mutual agreement.
- 14. Notice. All notices and other communications given or required to be given under this Agreement shall be in writing and shall be deemed given at the time it is deposited in the United States mail, postage pre-paid, certified or registered mail, return receipt requested, addressed to the party to whom it is given as follows:

Organization: Lexington Fayette Animal Care and Control
1600 Old Frankfort Pike

1600 Old Frankfort Pike Lexington, KY 40504

Attn: President

Government: Lexington-Fayette Urban County Government

Department of Public Safety

200 East Main Street Lexington, KY 40507 Attn: Commissioner

IN WITNESS WHEREOF, the parties have executed this Agreement as of the date first herein written.

LEXINGTON-FAYETTE URBAN COUNTY GOVERNMENT	LEXINGTON-FAYETTE ANIMAL CARE AND CONTROL, LLC
BY: Linda Gorton, Mayor	BY: LEXINGTON HUMANE SOCIETY, ITS MEMBER
	BY: Susan M. Malcomb President
	BY: Re
	Rebecca Sherman, Chairperson Board of Directors

NOTE: Units whose vehicle status are "received" or "on order" will replace older units in the fleet when they go "live".

Unit #	Year	Make	Model	VIN#	DIVISION	Vehicle status	License
07100	2023	CHEVY	SILVERADO	1GCUDAED5PZ284626	Humane Society	Live	H6L466
07183	2024	CHEVY	2500 PKUP	1GC5YLE72RF205240	Humane Society	Received	K0Y504
07189	2024	CHEVY	2500 PKUP	1GC5YLE73RF205182	Humane Society	Received	K0Y506
07319	2024	CHEVY	2500 PKUP		Humane Society	On Order	
07470	2008	CHEVY	2500 PKUP	1GCHK23K98F220767	Humane Society	Live	KY1284
07669	2015	ТОУОТА	TACOMA	5TFTX4CN8FX050281	Humane Society	Live	C2549
07671	2015	ТОУОТА	TACOMA	5TFTX4CN4FX050147	Humane Society	Live	C2551
07746	2016	FORD	F150 PKUP	1FTNF1CG3GKE06579	Humane Society	Live	C6901
07903	2019	CHEVY	TAHOE	1GNSKFEC4KR379292	Humane Society	Live	D7622
07939	2020	CHEVY	3500HD	1GB4YSE74LF234174	Humane Society	Live	E0482
07973	2021	CHEVY	EXPRESS 2500	1GCWGAFP9M1199811	Humane Society	Live	KY1272
09041	2013	FORD	F250 PKUP	1FT7X2A68DEB20162	Humane Society	Live	P9085
09043	2013	FORD	TRANSIT- CONNECT	NMOLS7ANODT165946	Humane Society	Live	P9718
09172	2017	FORD	UTILITY	1FM5K8AR8HGA24525	Humane Society	Live	C7752
09173	2016	FORD	F250 PKUP	1FT7X2B67GED29203	Humane Society	Live	C7746
09174	2016	FORD	ESCAPE	1FMCU9G94GUC82183	Humane Society	Live	C6388