

MAYOR JIM GRAY



LEXINGTON

WILLIAM O'MARA
COMMISSIONER
FINANCE

TO: Mayor Jim Gray
Sally Hamilton, CAO
Urban County Council Members

FROM: Rusty Cook, Director Division of Revenue *RC*

CC: William O'Mara, Commissioner of Finance

DATE: February 29, 2016

SUBJECT: Resolution Amending the Acella/aka Springbrook Agreement

Request

Authorization to approve a contract amendment between Accela Inc./aka Springbrook and the Lexington-Fayette Urban County Government, related to Online Business Tax Portal Transactional Fees.

Why are you requesting?

Department needs this action completed because it will create a fee structure that will allow Tax Payers to file online tax returns and make payment to the LFUCG, in a manner that is more cost effective and efficient to both the LFUCG and Tax Payer. The current contract assesses the Tax Payer both a \$2.27 per transaction fee plus 2% of the payment amount. (This is a significant cost to file and pay online at the time of submitting the return.) The amended contract will afford the Tax Payer the flexibility to file the return online and send an ACH payment from their bank to the LFUCG, on the due date of the return, all at a minimal cost. Additionally, the contract allows the LFUCG to set the cost of an online transaction, which will be charged to the Tax Payer. The Division of Revenue's goal is to create an on-line return process that is both efficient and cost effective so we can lessen the amount of paperwork being sent to the LFUCG.

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

The cost for this FY is: \$0

The cost for future FY is: \$0



Are the funds budgeted? N/A

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

Account number: N/A

File Number: 212-16

Director/Commissioner: Cook/O'Mara

