



MEMORANDUM

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

FROM: William O'Mara, Commissioner
Department of Finance

DATE: May 22, 2017

SUBJECT: Franchise Fee Audit

A handwritten signature in blue ink, appearing to be 'WJ', is written over the 'FROM' line of the memorandum.

Authorization is requested to accept the proposal by Dean Dorton Allen Ford, PLLC and the letter of engagement dated May 15th, 2017 to conduct an audit of utility franchise fee revenues received from Kentucky Utilities, Columbia Gas of Kentucky and Blue Grass Energy Cooperative.

An audit of the franchise fee is recommended prior to the renewal of the utilities' franchise fee agreements which will expire in 2018.

The funds are fully budgeted for fiscal year 2017 at \$45,000 and are to be reimbursed by the utility companies per Lexington-Fayette Urban County Government's existing franchise fee agreements.

I am available if you have further questions.

JC/lyb

File #: 0619-17