

THERESA REYNOLDS DIRECTOR GRANTS & SPECIAL PROGRAMS

## TO: LINDA GORTON, MAYOR URBAN COUNTY COUNCIL

## FROM: THERESA REYNOLDS, DIRECTOR DIVISION OF GRANTS AND SPECIAL PROGRAMS

**DATE:** August 26, 2022

## SUBJECT: Authorization to Execute Lease Agreement with AVOL Kentucky, Inc.

**Request:** Council authorization to execute a lease agreement with AVOL Kentucky, Inc. for property located at 851 Todds Road.

**Purpose of Request:** The Lexington-Fayette Urban County Government received federal funds from the U.S. Department of Housing and Urban Development in 1994 for the development of housing facilities for persons with AIDS. The property developed with these funds is a community residence, Solomon House, located at 851 Todds Road, with the purpose of providing housing and support services to low-income persons with severe cases of AIDS.

AVOL Kentucky, Inc. a private, nonprofit organization is the sponsor for this project. The property was originally leased to AVOL for operation and management in 1996. Since that time, AVOL has complied with all lease requirements and with all federal regulations. The lease for this facility is expiring and a new lease with AVOL is proposed. The proposed lease makes AVOL fully responsible for costs of maintenance and operation of the property. Federal funds from the U.S. Department of Housing and Urban Development have been awarded for this purpose. The lease is for a period of one year, renewable for three additional 12-month periods, at a cost to AVOL of \$10.00 per year.

What is the cost in this budget year and future budget years? None.

Are the funds budgeted? N/A

**File Number:** 0890-22

Director/Commissioner: Reynolds/Lanter

