

PLACEHOLDER

Amendment to Agreement Regarding Collection of Occupational License Tax/Fee between LFUCG and FCPS

BACKGROUND AND RATIONALE:

Fayette County Public Schools recently purchased an automated tax solution that will allow for the collection, recording and reporting of all funds received and due to the School from occupational license taxes. The taxation model used by FCPS is unique in that occupational taxes are calculated based on wages and net profit versus a set amount or percentage based on pre-determined factors or activities. Also, LFUCG sets up all new accounts and automatically transfers to FCPS, LFUCG has also purchased new tax software. Now that FCPS has purchased the new software that LFUCG also has, we have to amend the data sharing agreement to assure FCPS still gets updated data to support tax collections in a timely manner during transitions time and when we both go live with new software.

Vendor: Lexington Fayette Urban County Government Tax Revenue Division

Contract Period: Five (5) fiscal years, with the initial term commencing August 1 2015, and which may be renewed annually.

PROPOSAL:

Item	Amount	Funding Source	Recurring / Nonrecurring	Measurable Expected Impact and Timeline
Amendment to Agreement Regarding Collection of Occupational License Tax/fee	\$1250.00/month *there is no change this remains the same and is already in budget	1	Recurring	Will allow FCPS to continue to share tax information with LFUCG. They set up and maintain all accounts for FCPS.

Funding Key: 1 – General Fund

STAFF CONTACTS: Rodney Jackson or Rebecca Riley, Financial Services

POLICY REFERENCE: KRS 45A.365.

RECOMMENDATION: A motion is in order to:
“Accept the Amendment to Agreement”