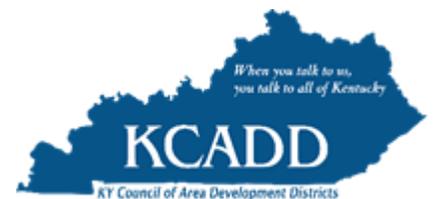


Presentation to the KYGA Special  
Committee –  
area development district working  
group

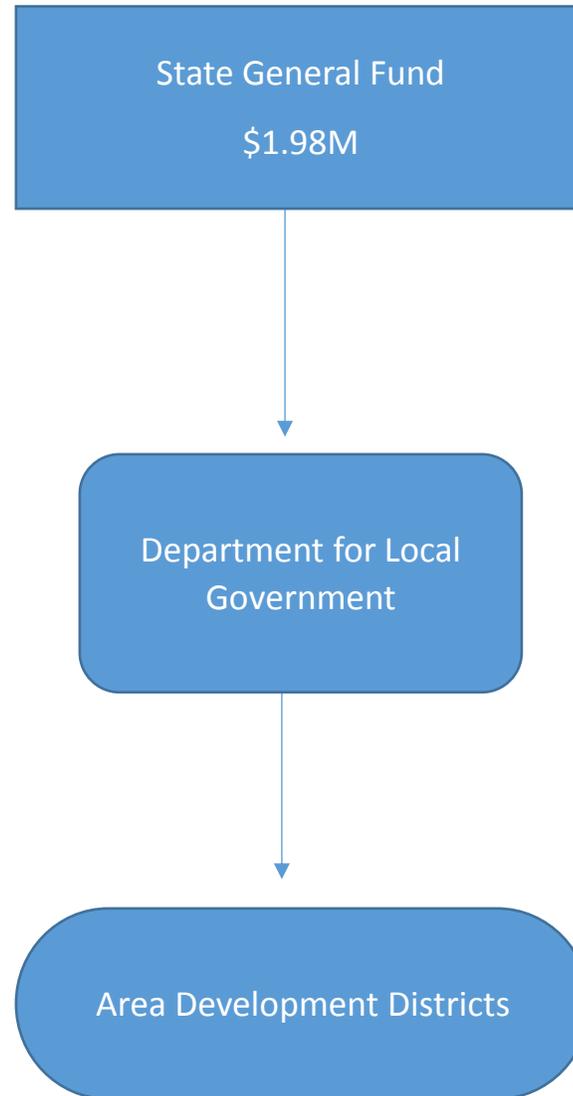
**September 25, 2019**

*Mike Burress, Executive Director, Lincoln Trail ADD; Michelle Allen, Executive Director, Kentucky River ADD; and Jason Vincent, Executive Director, Pennyriple ADD*



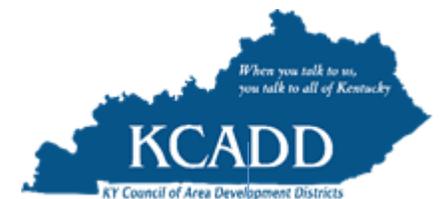
## JOINT FUNDING ADMINISTRATION (JFA) (FY20)

|       |    |         |
|-------|----|---------|
| BGADD | \$ | 164,975 |
| BRADD | \$ | 119,932 |
| BSADD | \$ | 119,722 |
| BTADD | \$ | 98,372  |
| CVADD | \$ | 161,404 |
| FIVCO | \$ | 115,446 |
| GWADD | \$ | 100,635 |
| GRADD | \$ | 113,427 |
| KRADD | \$ | 164,168 |
| KIPDA | \$ | 184,829 |
| LCADD | \$ | 161,491 |
| LTADD | \$ | 118,593 |
| NKADD | \$ | 135,104 |
| PeADD | \$ | 114,271 |
| PuADD | \$ | 111,632 |
|       |    |         |
| Total | \$ | 1,98M   |



*As noted at the August 28th, 2019, working group meeting there was a \$805,346 discrepancy in the FY 18 allocations and distribution by DLG. This discrepancy is due to a contract modification presented in the 11th month of the fiscal year to each ADD by DLG. Coincidentally, \$805,346 was used by DLG to cover their entire agency budget cut.*

*As of FY20 – Funds are distributed per formula designated in the KY State Biennium Budget (70% even split, 20% population, 10% jurisdiction).*



## ECONOMIC DEVELOPMENT ADMINISTRATION (EDA) (FY20)

|       |              |
|-------|--------------|
| BGADD | \$ 66,666.67 |
| BRADD | \$ 66,666.67 |
| BSADD | \$ 66,666.67 |
| BTADD | \$ 66,666.67 |
| CVADD | \$ 66,666.67 |
| FIVCO | \$ 66,666.67 |
| GWADD | \$ 66,666.67 |
| GRADD | \$ 66,666.67 |
| KRADD | \$ 66,666.67 |
| KIPDA | \$ 66,666.67 |
| LCADD | \$ 66,666.67 |
| LTADD | \$ 66,666.67 |
| NKADD | \$ 66,666.67 |
| PeADD | \$ 66,666.67 |
| PuADD | \$ 66,666.67 |
|       |              |
| Total | \$ 1,000,000 |

U.S. Department of Commerce –  
Economic Development  
Administration  
\$1,050,000

Amount based on \$70,000 per Area  
Development District (based upon 15  
ADDs).

The General Assembly provides the  
required 25% match through state JFA  
funds (previous slide).

Department for Local Government  
\$50,000

*Beginning in FY19, DLG began taking a  
\$50,000 administrative fee.*

Area Development Districts  
\$1,000,000



## COMMUNITY DEVELOPMENT BLOCK GRANT (CDGB) (FY20)

|       |              |
|-------|--------------|
| BGADD | \$ 28,896.43 |
| BRADD | \$ 21,261.59 |
| BSADD | \$ 8,366.54  |
| BTADD | \$12,965.48  |
| CVADD | \$11,733.08  |
| FIVCO | \$ 9,598.94  |
| GWADD | \$15,430.26  |
| GRADD | \$27,664.03  |
| KRADD | \$16,332.02  |
| KIPDA | \$5,000.00   |
| LCADD | \$23,395.74  |
| LTADD | \$6,232.39   |
| NKADD | \$19,698.56  |
| PeADD | \$20,359.84  |
| PuADD | \$23,065.10  |
|       |              |
| Total | \$250,000    |

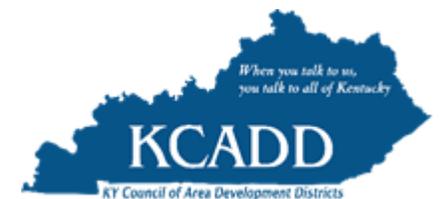
U.S. Department of Housing and  
Urban Development  
\$22,084,771

Department for Local Government  
\$786,127 (admin fee)  
\$21,048,664 (projects/grants)

Area Development Districts  
\$250,000

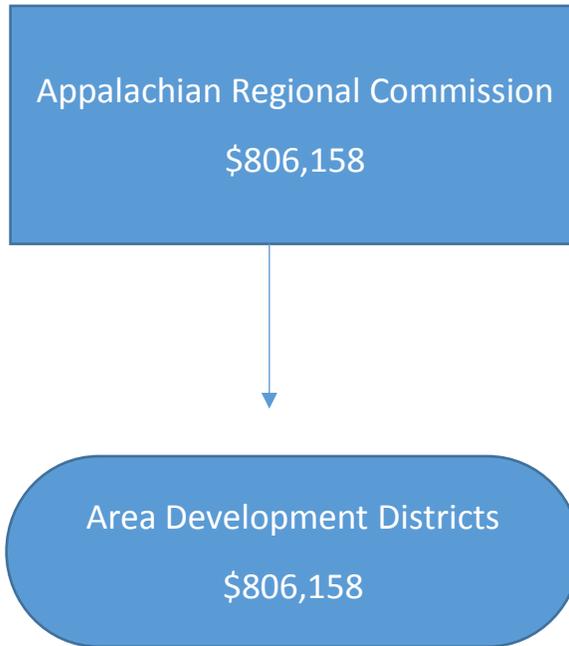
*Amount per ADD is determined annually by internal DLG formula – base amount per ADD, # of applications submitted, and # of projects awarded.*

*General Assembly provides the 100% match through JFA funds*



## APPALACHIAN REGIONAL COMMISSION (ARC) (FY20)

|       |               |
|-------|---------------|
| BGADD | \$102,375.00  |
| BRADD | \$ 44,510.00  |
| BSADD | \$ 90,736.00  |
| BTADD | \$ 52,175.00  |
| CVADD | \$ 127,452.00 |
| FIVCO | \$ 85,457.00  |
| GWADD | \$ 61,400.00  |
| KRADD | \$ 125,693.00 |
| LCADD | \$116,360.00  |
|       |               |
| Total | \$ 806,158.00 |



*General Assembly provides the  
100% match through JFA  
funds*



| <b>ADD</b>    | <b>EDA Federal</b>     | <b>EDA State Match</b> | <b>CDBG Federal</b>  | <b>CDBG State Match</b> | <b>ARC Federal</b>   | <b>ARC State Match</b> | <b>1/2 ARC FY19 Increase State Match</b> | <b>Total Federal \$</b> | <b>Total State \$</b>  | <b>Total FY20</b>      |
|---------------|------------------------|------------------------|----------------------|-------------------------|----------------------|------------------------|--|-------------------------|------------------------|------------------------|
| Barren River  | \$ 66,666.67           | \$ 16,666.67           | \$ 21,261.59         | \$ 21,261.59            | \$ 44,510.00         | \$ 44,510.00           | \$ 1,939.00                              | \$ 132,438.26           | \$ 119,932.47          | \$ 252,370.73          |
| Big Sandy     | \$ 66,666.67           | \$ 16,666.67           | \$ 8,366.54          | \$ 8,366.54             | \$ 90,736.00         | \$ 90,736.00           | \$ 3,953.00                              | \$ 165,769.21           | \$ 119,722.21          | \$ 285,491.41          |
| Bluegrass     | \$ 66,666.67           | \$ 16,666.67           | \$ 28,896.43         | \$ 28,896.43            | \$ 102,375.00        | \$ 102,375.00          | \$ 4,460.00                              | \$ 197,938.09           | \$ 164,974.55          | \$ 362,912.65          |
| Buffalo Trace | \$ 66,666.67           | \$ 16,666.67           | \$ 12,965.48         | \$ 12,965.48            | \$ 52,157.00         | \$ 52,157.00           | \$ 2,272.50                              | \$ 131,789.14           | \$ 98,372.14           | \$ 230,161.28          |
| CVADD         | \$ 66,666.67           | \$ 16,666.67           | \$ 11,733.08         | \$ 11,733.08            | \$ 127,452.00        | \$ 127,452.00          | \$ 5,552.50                              | \$ 205,851.75           | \$ 161,404.25          | \$ 367,256.00          |
| FIVCO         | \$ 66,666.67           | \$ 16,666.67           | \$ 9,598.94          | \$ 9,598.94             | \$ 85,457.00         | \$ 85,457.00           | \$ 3,723.00                              | \$ 161,722.60           | \$ 115,445.60          | \$ 277,168.20          |
| Gateway       | \$ 66,666.67           | \$ 16,666.67           | \$ 15,430.26         | \$ 15,430.26            | \$ 61,400.00         | \$ 61,400.00           | \$ 2,675.00                              | \$ 143,496.93           | \$ 100,635.28          | \$ 244,132.21          |
| Green River   | \$ 66,666.67           | \$ 16,666.67           | \$ 27,664.03         | \$ 27,664.03            | \$ -                 | \$ -                   | \$ -                                     | \$ 94,330.70            | \$ 113,426.61          | \$ 207,757.31          |
| KRADD         | \$ 66,666.67           | \$ 16,666.67           | \$ 16,332.02         | \$ 16,332.02            | \$ 125,693.00        | \$ 125,693.00          | \$ 5,476.00                              | \$ 208,691.68           | \$ 164,167.68          | \$ 372,859.37          |
| KIPDA         | \$ 66,666.67           | \$ 16,666.67           | \$ 5,000.00          | \$ 5,000.00             | \$ -                 | \$ -                   | \$ -                                     | \$ 71,666.67            | \$ 184,828.95          | \$ 256,495.62          |
| LCADD         | \$ 66,666.67           | \$ 16,666.67           | \$ 23,395.74         | \$ 23,395.74            | \$ 116,360.00        | \$ 116,360.00          | \$ 5,069.00                              | \$ 206,422.41           | \$ 161,491.41          | \$ 367,913.81          |
| Lincoln Trail | \$ 66,666.67           | \$ 16,666.67           | \$ 6,232.39          | \$ 6,232.39             | \$ -                 | \$ -                   | \$ -                                     | \$ 72,899.06            | \$ 118,592.52          | \$ 191,491.58          |
| NKADD         | \$ 66,666.67           | \$ 16,666.67           | \$ 19,698.56         | \$ 19,698.56            | \$ -                 | \$ -                   | \$ -                                     | \$ 86,365.22            | \$ 135,103.82          | \$ 221,469.04          |
| Pennyrile     | \$ 66,666.67           | \$ 16,666.67           | \$ 20,359.84         | \$ 20,359.84            | \$ -                 | \$ -                   | \$ -                                     | \$ 87,026.51            | \$ 114,270.50          | \$ 201,297.01          |
| Purchase      | \$ 66,666.67           | \$ 16,666.67           | \$ 23,065.10         | \$ 23,065.10            | \$ -                 | \$ -                   | \$ -                                     | \$ 89,731.76            | \$ 111,631.99          | \$ 201,363.76          |
|               |                        |                        |                      |                         |                      |                        |  |                         |                        |                        |
| <b>Total</b>  | <b>\$ 1,000,000.00</b> | <b>250,000.00</b>      | <b>\$ 250,000.00</b> | <b>250,000.00</b>       | <b>\$ 806,140.00</b> | <b>806,140.00</b>      | <b>35,120.00</b>                         | <b>\$ 2,056,140.00</b>  | <b>\$ 1,984,000.00</b> | <b>\$ 4,040,140.00</b> |

# TRANSPORTATION – REGIONAL PLANNING

KY Transportation Cabinet – Road  
and General Funds  
\$1,163,396



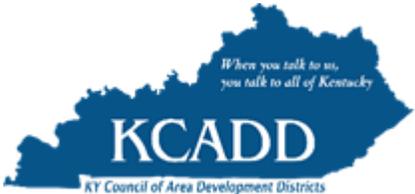
Area Development Districts  
\$1,163,396

*Amount per ADD is determined by number of counties served.*

*Match provided locally. Most via local city/county contributions.*

|        | State         | Local Match  |
|--------|---------------|--------------|
| BGADD  | \$ 105,503.00 | \$ 11,723.00 |
| BRADD  | \$ 78,067.00  | \$ 8,674.00  |
| BSADD  | \$ 66,882.00  | \$ 7,431.00  |
| BTADD  | \$ 66,963.00  | \$ 7,440.00  |
| CVADD  | \$ 78,067.00  | \$ 8,674.00  |
| FIVCO  | \$ 66,882.00  | \$ 7,431.00  |
| GWADD  | \$ 66,963.00  | \$ 7,440.00  |
| GRADD  | \$ 78,067.00  | \$ 8,674.00  |
| KRADD  | \$ 80,567.00  | \$ 8,952.00  |
| KIPDA  | \$ 78,067.00  | \$ 8,674.00  |
| LCADD  | \$ 78,067.00  | \$ 8,674.00  |
| LTADD  | \$ 78,067.00  | \$ 8,674.00  |
| NKADD  | \$ 78,067.00  | \$ 8,674.00  |
| PeADD  | \$ 78,067.00  | \$ 8,674.00  |
| PuADD* | \$ 85,100.00  | \$ 9,456.00  |
|        |               |              |
| Total  | \$ 1,163,396  | \$129,265    |

Add'l funds for being a review ADD



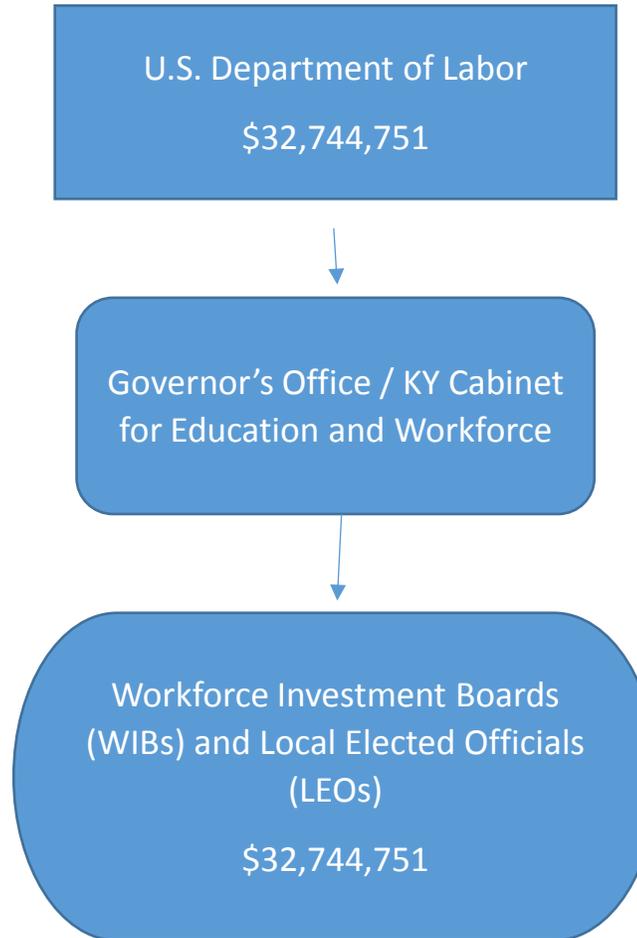
## WORKFORCE DEVELOPMENT

|                                   |                     |
|-----------------------------------|---------------------|
| West Kentucky WB                  | \$2,928,270         |
| Lincoln Trail WB                  | \$1,585,347         |
| Northern Kentucky WIB             | \$2,099,621         |
| TENCO WB                          | \$2,502,711         |
| Cumberlands WB                    | \$2,809,339         |
| Bluegrass WIB                     | \$3,495,327         |
| Green River WB                    | \$1,264,655         |
| South Central (covers BRADD)      | \$1,637,815         |
| EKCEP (covers 23 counties in EKY) | \$9,046,131         |
| Kentuckianna Works (covers KIPDA) | \$5,375,535         |
|                                   |                     |
| <b>Total</b>                      | <b>\$32,744,751</b> |

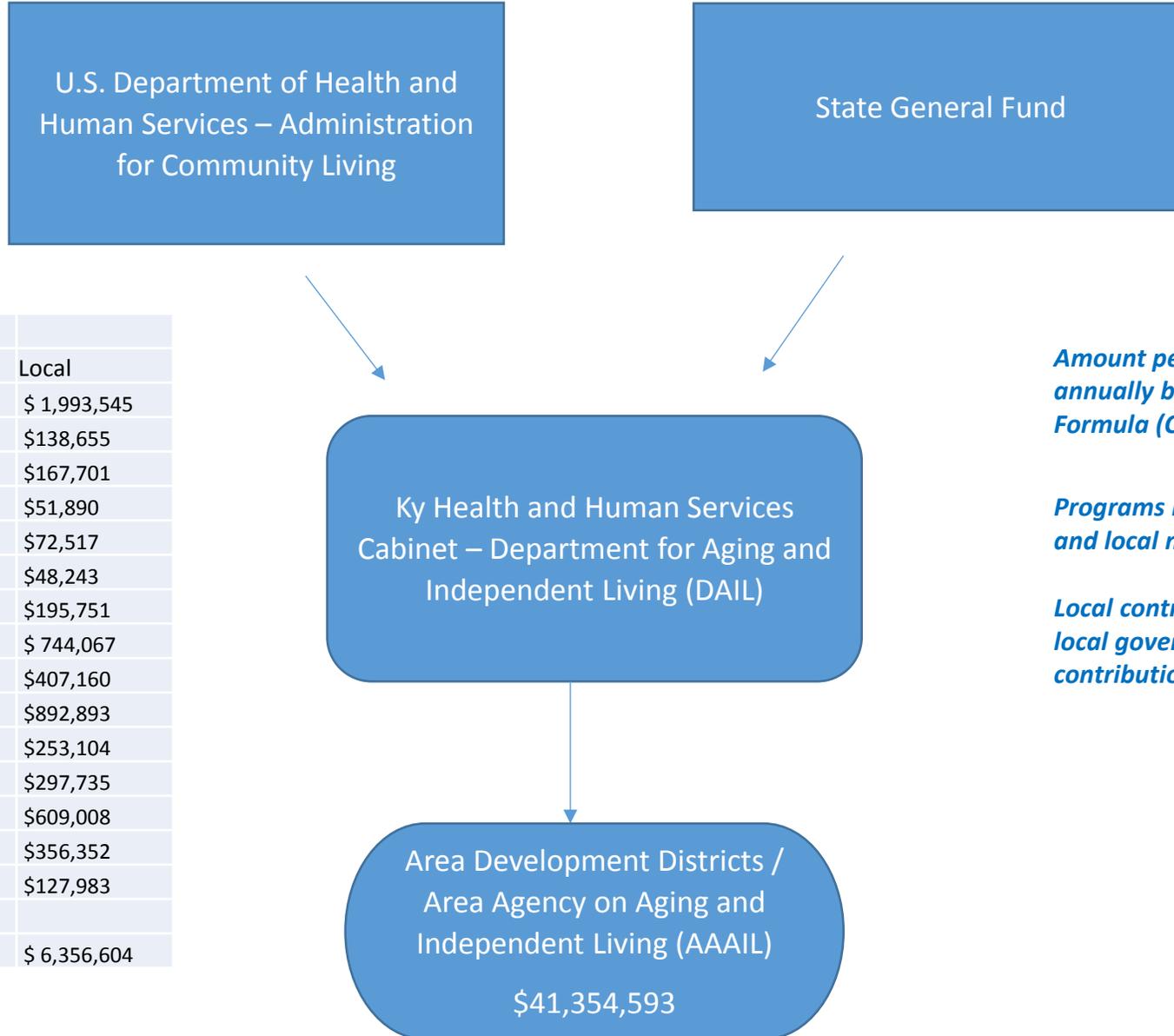
*Fiscal Agent / Sub-Grant Recipient agreements awarded through a procurement process conducted by the Chief Local Elected Official in each designated workforce area.*

*Some Area Development Districts serve as Fiscal Agent / Sub-Grant Recipient for Workforce Programs.*

*Administrative Expenses are capped at 10%.*



## AGING SERVICES/HEALTH AND HUMAN SERVICES



| AGING | Federal       | State         | Local        |
|-------|---------------|---------------|--------------|
| BGADD | \$ 4,258,099  | \$ 1,673,545  | \$ 1,993,545 |
| BRADD | \$1,285,717   | \$1,722,245   | \$138,655    |
| BSADD | \$ 961,456    | \$ 925,675    | \$167,701    |
| BTADD | \$375,756     | \$ 406,827    | \$51,890     |
| CVADD | \$1,050,048   | \$ 1,355,121  | \$72,517     |
| FIVCO | \$ 592,763    | \$781,648     | \$48,243     |
| GWADD | \$412,891     | \$942,095     | \$195,751    |
| GRADD | \$991,511     | \$1,605,311   | \$ 744,067   |
| KRADD | \$801,030     | \$746,038     | \$407,160    |
| KIPDA | \$2,648,571   | \$3,971,189   | \$892,893    |
| LCADD | \$1,200,678   | \$1,224,680   | \$253,104    |
| LTADD | \$986,178     | \$1,985,463   | \$297,735    |
| NKADD | \$ 1,263,147  | \$ 2,577,327  | \$609,008    |
| PeADD | \$1,041,067   | \$1,124,088   | \$356,352    |
| PuADD | \$1,161,827   | \$1,282,611   | \$127,983    |
| Total | \$ 19,030,739 | \$ 22,323,863 | \$ 6,356,604 |

*Amount per ADD / AAAIL is determined annually by DAIL Intrastate Funding Formula (Census Driven).*

*Programs require varying levels of state and local match.*

*Local contributions include funds from local governments, fundraising, in-kind contributions, and ADD Local Dues.*

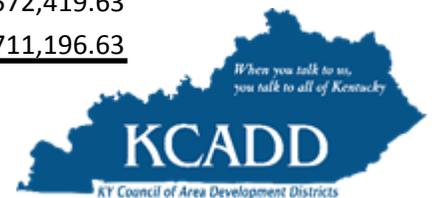


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# Kentucky Area Development District's Grant/Contract Dollars - Major Programs

## Aging/Human Services

|                   | Federal                | State             | Local                 | Total                  |
|-------------------|------------------------|-------------------|-----------------------|------------------------|
| Barren River      | \$1,285,717.00         | 1,722,245         | \$138,655.00          | \$3,146,617.00         |
| Big Sandy         | \$961,450.00           | 925,675           | \$167,701.00          | \$2,054,826.00         |
| Bluegrass         | \$4,258,099.00         | 1,673,544         | \$1,993,545.00        | \$7,925,188.00         |
| Buffalo Trace     | \$375,756.00           | 406,827           | \$51,890.00           | \$834,473.00           |
| Cumberland Valley | \$1,050,048.00         | 1,355,121         | \$72,517.00           | \$2,477,686.00         |
| FIVCO             | \$592,763.00           | 781,648           | \$48,243.00           | \$1,422,654.00         |
| Gateway           | \$412,891.00           | 942,095           | \$195,751.00          | \$1,550,737.00         |
| Green River       | \$991,511.00           | 1,605,311         | \$744,067.00          | \$3,340,889.00         |
| Lake Cumberland   | \$1,200,678.00         | 1,224,680         | \$253,104.00          | \$2,678,462.00         |
| Lincon Trail      | \$986,178.00           | 1,985,462         | \$297,735.00          | \$3,269,375.00         |
| KIPDA             | \$2,648,571.00         | 3,971,189         | \$892,894.00          | \$7,512,654.00         |
| Kentucky River    | \$801,030.00           | 746,038           | \$407,160.00          | \$1,954,228.00         |
| Northern Kentucky | \$1,263,147.00         | 2,577,327         | \$609,008.00          | \$4,449,482.00         |
| Pennyrile         | \$1,041,067.00         | 1,124,088         | \$356,351.00          | \$2,521,506.00         |
| Purchase          | \$1,161,827.00         | 1,282,610         | \$127,982.63          | \$2,572,419.63         |
| <b>TOTALS</b>     | <b>\$19,030,733.00</b> | <b>22,323,860</b> | <b>\$6,356,603.63</b> | <b>\$47,711,196.63</b> |



# Area Development District Building Status Report

| <b>ADD</b>               | <b>Status</b> | <b>Landlord</b>                               | <b>Notes</b>                       |
|--------------------------|---------------|---|------------------------------------|
| <b>Barren River</b>      | Own           |   |                                    |
| <b>Big Sandy</b>         | Own           |   |                                    |
| <b>Bluegrass</b>         | Own           |   |                                    |
| <b>Buffalo Trace</b>     | Lease         | City of Maysville                             |                                    |
| <b>Cumberland Valley</b> | Own           |   |                                    |
| <b>FIVCO</b>             | Own           |   |                                    |
| <b>Gateway</b>           | Own           |   |                                    |
| <b>Green River</b>       | Own           |   |                                    |
| <b>KIPDA</b>             | Own           |   | Leases additional space – D&D, LLC |
| <b>Kentucky River</b>    | Own           |   |                                    |
| <b>Lake Cumberland</b>   | Lease         | Lake Cumberland Development Council           | See Lease Information Next Slide   |
| <b>Lincoln Trail</b>     | Lease         | Lincoln Trail Development Foundation          | See Lease Information Next Slide   |
| <b>Northern Kentucky</b> | Own           |   |                                    |
| <b>Pennyrile</b>         | Lease         | Pennyrile Development and Governmental Center | See Lease Information Next Slide   |
| <b>Purchase</b>          | Lease         | Jackson Purchase Local Officials Organization | See Lease Information Next Slide   |

# Lease Information

- **Buffalo Trace – Lease with City of Maysville (located in building with other state offices).**
- **KIPDA – Owns main office building. Leases adjacent office building for additional space.**
- **Lake Cumberland, Lincoln Trail, Pennyryle and Purchase ADDs have leases with local development boards.**
  1. **Annual Lease Payments calculated in accordance with Super Circular 2 CFR Part 200, and shall consist of depreciation, interest expense (if any), operation and maintenance costs, plus any equipment lease that may be in place.**
  2. **Lease scenarios were strongly encouraged by Economic Development Administration (EDA) during early development of the ADDs to help meet reporting requirements (Interest Expense and Depreciation was not an allowable expense).**
  3. **OMB Circular A-87 was revised in 1994 identifying interest expense and depreciation as an allowable cost.**
  4. **By federal regulation, the local development boards are prohibited from making a profit.**

QUESTIONS?

THANK YOU!

