



LEXINGTON

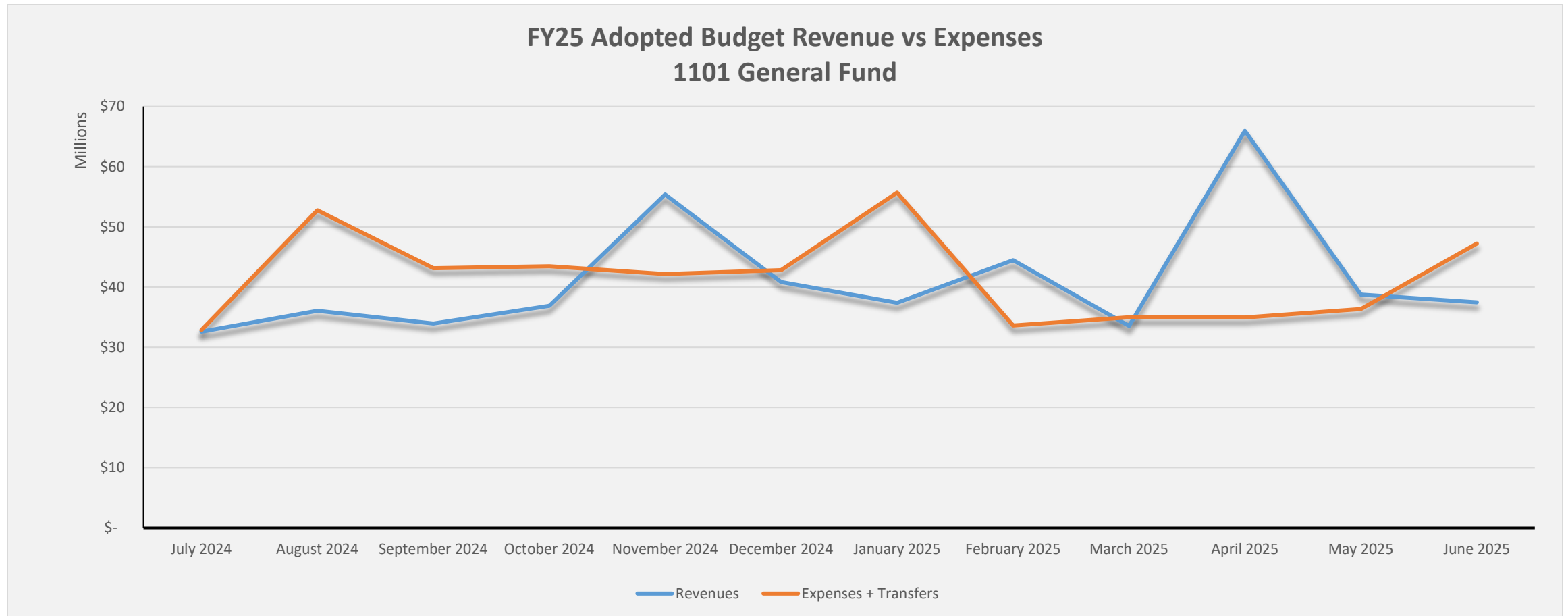
FIRST QUARTER FINANCIAL UPDATE

*Urban County Council
Committee of the Whole (COW)
October 29, 2024*





FY25 Adopted Budgeted Revenues v. Expenses





Quarter 1 Performance Review (Actuals)

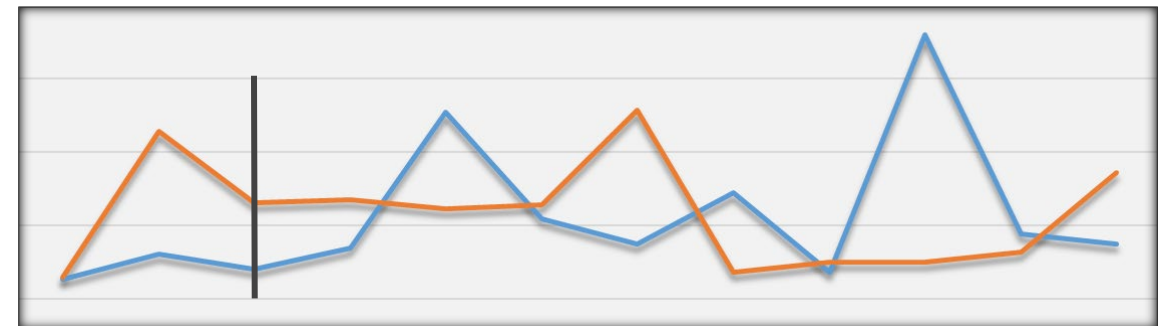
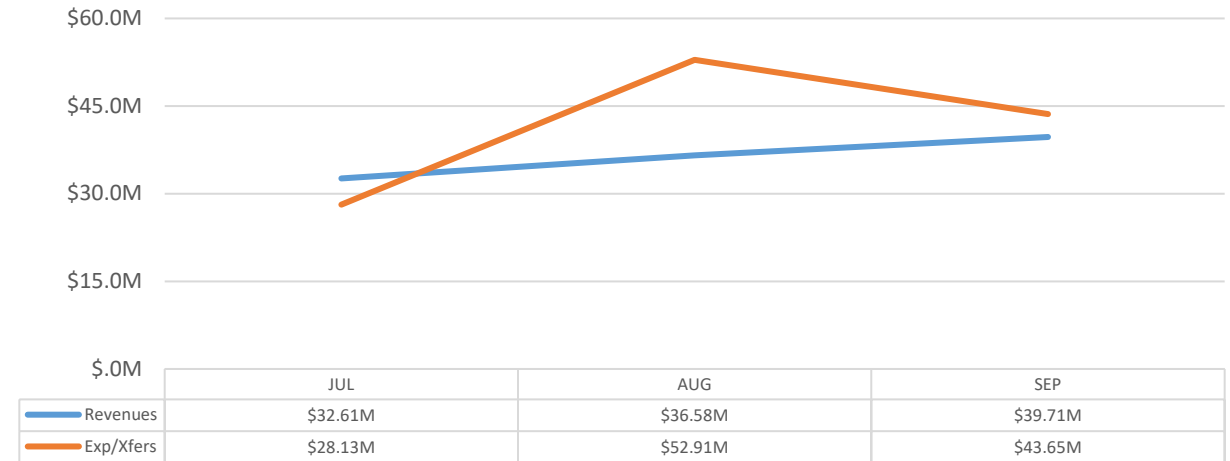
September FY25	
Revenues	\$108,906,957
Expenses	(\$123,312,255)
Transfers	(\$ 1,379,606)
Surplus/(Deficit)	(\$15,784,904)

Factors to Consider

- Revenue collections are slightly exceeding budget through Quarter 1 with a positive variance of about 5%.
- Personnel is running within a half of a percent of budget through the first quarter.
- Major contributors to the \$4.3 million Operating variance include supply and equipment accounts in Public Safety, IT related accounts and some repair and maintenance accounts across government. While the accounts are currently under budget, it is anticipated that these accounts will be spent down through the year.



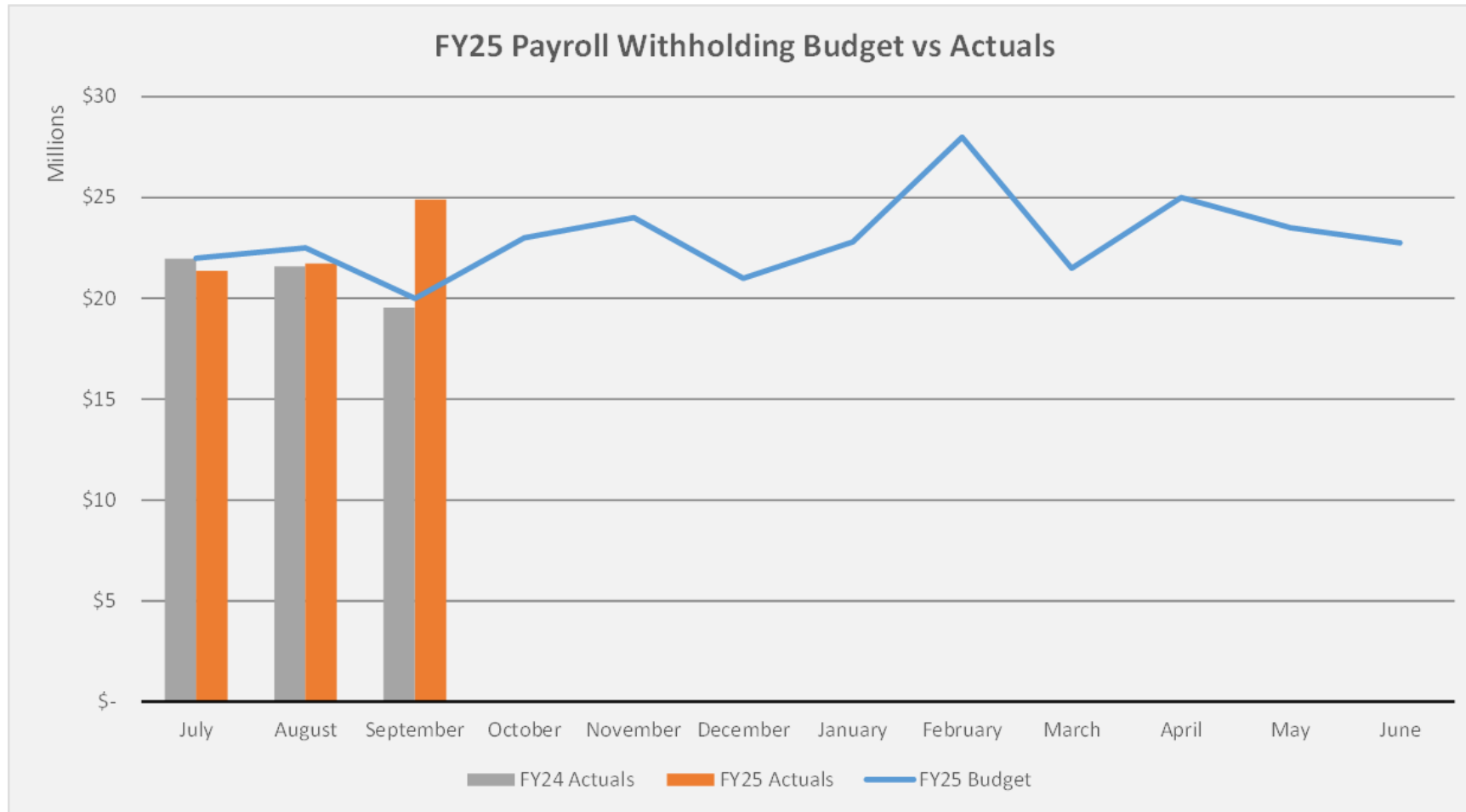
FY25 Three Month Actual Performance



FY2025 Adopted Budget

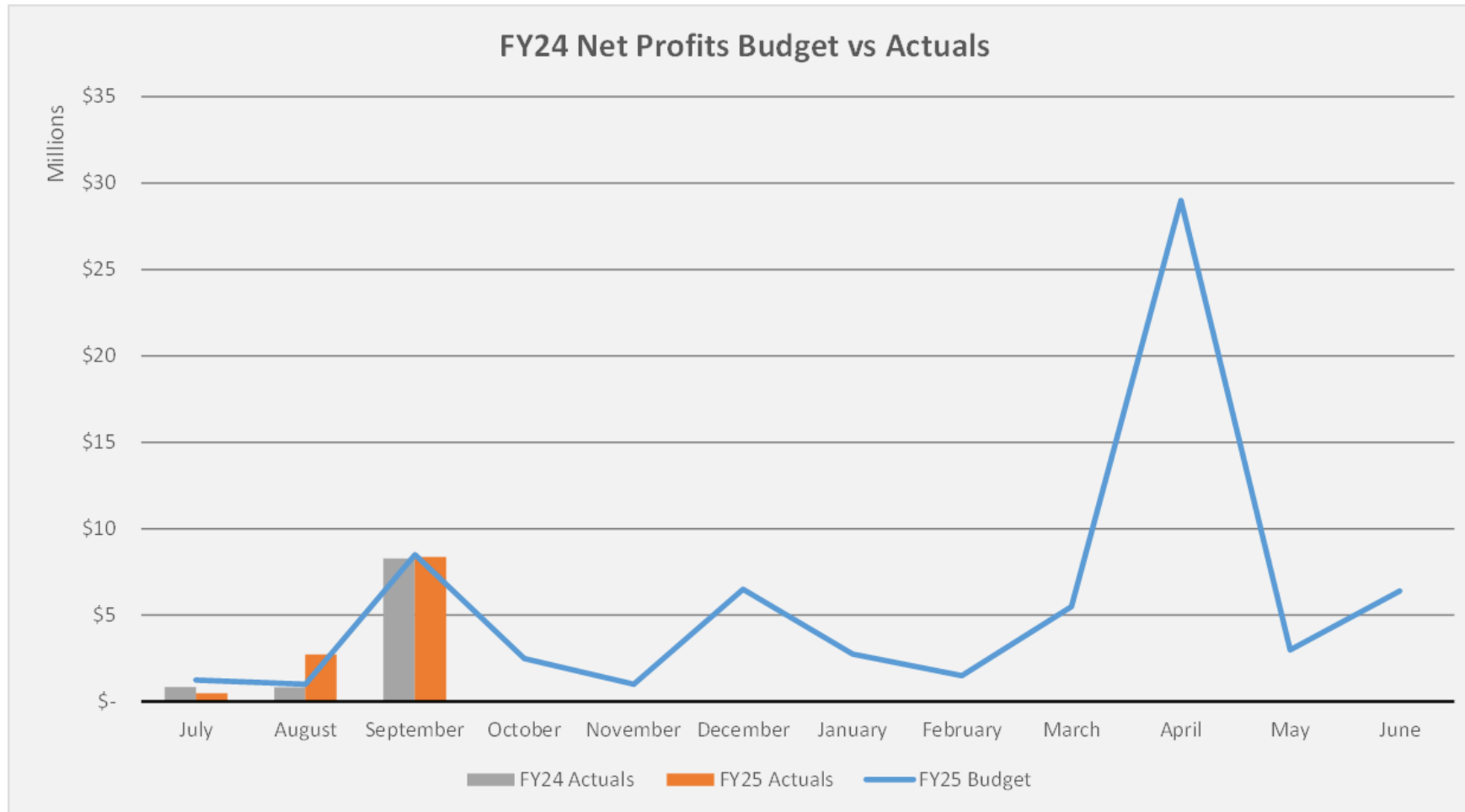


FY25 Payroll WH Actuals vs. Budget





FY25 Net Profit WH Actuals vs. Budget





2025 Fiscal Year – Cash Flow Variance Revenue (Actual to Budget)

<i>For the three months ended September 30, 2024</i>				
	Actuals	Budget	Variance	% Var
<u>Revenue</u>				
Payroll Withholding	67,996,173	64,500,000	3,496,173	5.4%
Net Profit	11,591,746	10,750,000	841,746	7.8%
Insurance	11,302,072	11,100,000	202,072	1.8%
Franchise Fees	7,048,573	6,750,000	298,573	4.4%
Other Licenses & Permits	754,069	799,366	(45,297)	-5.7%
Property Tax Accounts	561,030	1,283,762	(722,732)	-56.3%
Charges for Services	7,436,677	6,620,592	816,085	12.3%
Fines and Forfeitures	33,433	46,586	(13,153)	-28.2%
Intergovernmental Revenue	241,829	82,483	159,346	193.2%
Property Sales	99,455	49,040	50,415	102.8%
Investment Income	-	27,275	(27,275)	-100.0%
Other Financing Sources	300,000	300,000	0	0.0%
Other Income	1,541,900	894,205	647,695	72.4%
Total Revenues	\$108,906,957	\$103,203,309	\$5,703,648	5.5%





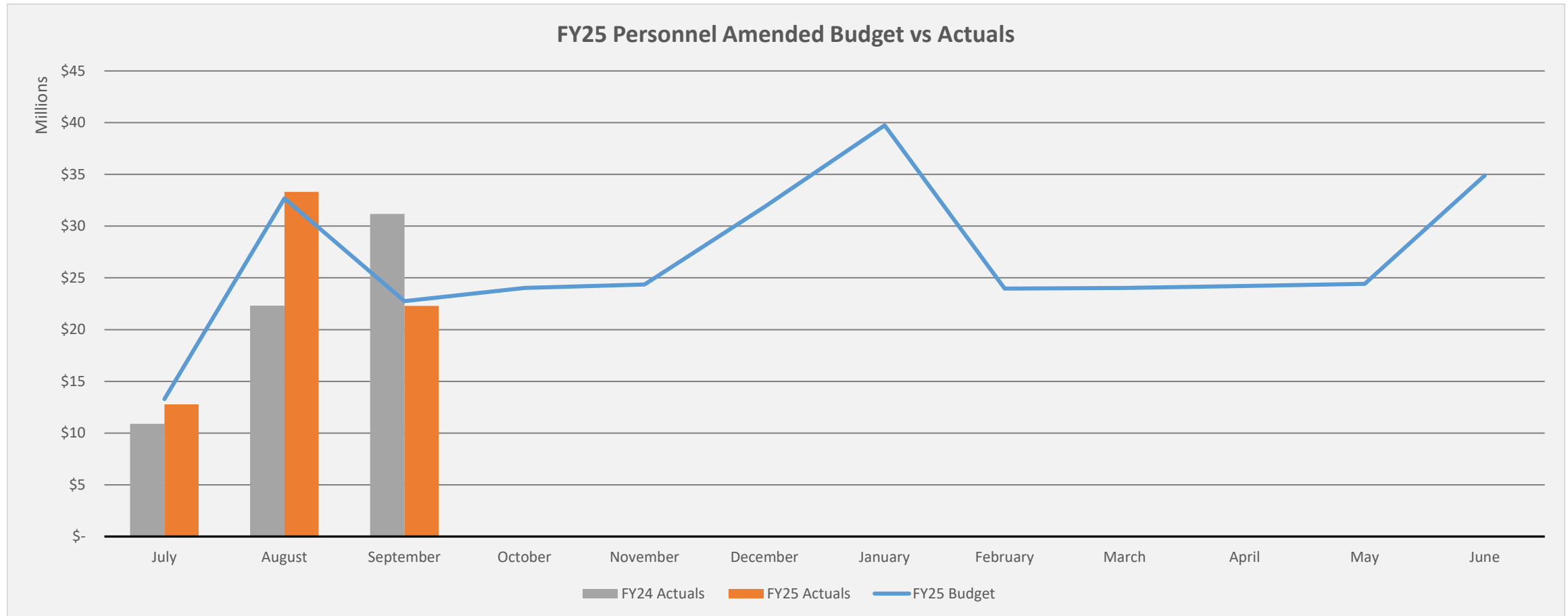
2025 Fiscal Year – Cash Flow Variance Revenue (CY to PY)

<i>For the three months ended September 30, 2024</i>				
	FY 2025	FY 2024	Variance	% Var
<u>Revenue</u>				
Payroll Withholding	67,996,173	63,110,419	4,885,754	7.7%
Net Profit	11,591,746	9,947,360	1,644,386	16.5%
Insurance	11,302,072	10,153,672	1,148,400	11.3%
Franchise Fees	7,048,573	6,484,007	564,566	8.7%
Other Licenses & Permits	754,069	686,483	67,586	9.8%
Property Tax Accounts	561,030	501,818	59,212	11.8%
Charges for Services	7,436,677	8,488,609	(1,051,932)	-12.4%
Fines and Forfeitures	33,433	53,010	(19,577)	-36.9%
Intergovernmental Revenue	241,829	107,031	134,798	125.9%
Property Sales	99,455	73,182	26,273	35.9%
Investment Income	-	170,950	(170,950)	-100.0%
Other Financing Sources	300,000	100,000	200,000	200.0%
Other Income	1,541,900	967,981	573,919	59.3%
Total Revenues	\$108,906,957	\$100,844,522	\$8,062,435	8.0%



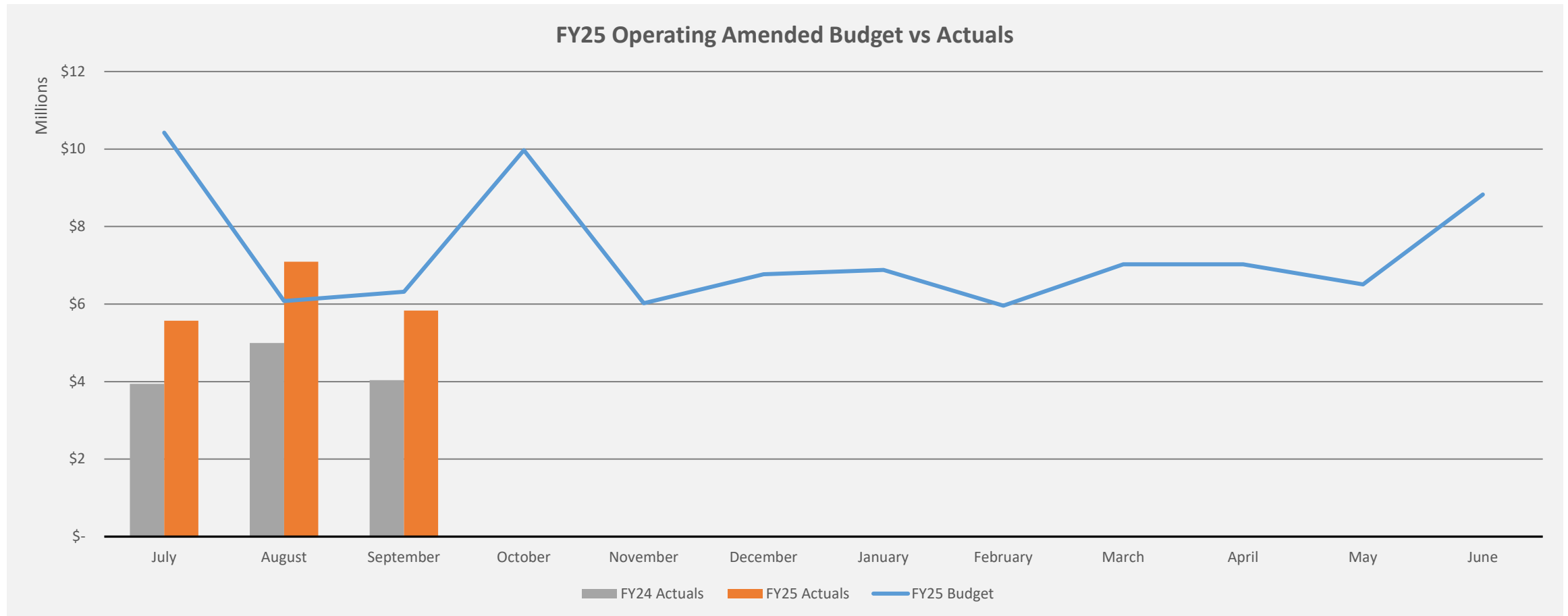


FY25 Personnel Actuals vs. Budget





FY25 Operating Actuals vs. Budget





2025 Fiscal Year – Cash Flow Variance Expense (Actual to Budget)

<i>For the three months ended September 30, 2024</i>				
	Actuals	Budget	Variance	% Var
<u>Expense</u>				
Personnel	68,397,993	68,722,484	324,491	0.5%
Operating	18,498,780	22,818,320	4,319,540	18.9%
Insurance Expense	2,055,734	2,030,055	(25,679)	-1.3%
Debt Service	25,749,711	27,423,456	1,673,745	6.1%
Partner Agencies	8,024,366	7,503,799	(520,567)	-6.9%
Capital	585,671	474,017	(111,654)	-23.6%
Total Expenses	\$123,312,255	\$128,972,131	\$5,659,876	4.4%
Transfers	1,379,606	2,126,998	747,392	35.1%
Change in Fund Balance	(\$15,784,904)	(\$27,895,820)	\$12,110,916	





2025 Fiscal Year – Cash Flow Variance Expense (CY to PY)

<i>For the three months ended September 30, 2024</i>				
	FY 2025	FY 2024	Variance	% Var
<u>Expense</u>				
Personnel	68,397,993	64,373,728	4,024,265	6.3%
Operating	18,498,780	12,974,273	5,524,507	42.6%
Insurance Expense	2,055,734	1,834,128	221,606	12.1%
Debt Service	25,749,711	28,104,757	(2,355,046)	-8.4%
Partner Agencies	8,024,366	8,710,328	(685,962)	-7.9%
Capital	585,671	2,004,911	(1,419,240)	-70.8%
Total Expenses	\$123,312,255	\$118,002,125	\$5,310,130	4.5%
Transfers	1,379,606	721,147	658,459	91.3%
Change in Fund Balance	(\$15,784,904)	(\$17,878,750)	\$2,093,846	



Questions?



LEXINGTON



ARPA FINANCIAL UPDATE

*Approved Budget and Actual Expenditures
Through September 30, 2024*

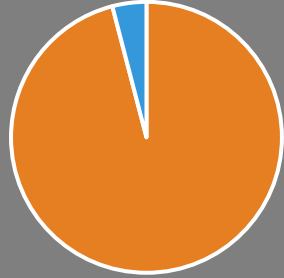


LEXINGTON



ARPA DASHBOARD

as of September 30, 2024



■ Obligated/Expended ■ Remaining Budget

Total ARPA Allocated
\$121.2 Million
100%

Total ARPA Obligated
\$116.3 Million
96%

Total ARPA Expended
\$94.9 Million
78%

Funding Overview by ARPA Expenditure Category

Total Grant Budget

1. Public Health \$ 1,127,830

- Eligible projects include services and programs to contain and mitigate COVID-19 spread and services to address behavioral healthcare needs exacerbated by the pandemic.

2. Negative Economic Impacts \$ 36,406,943

- Eligible projects include those that address the negative impacts caused by the public health emergency including assistance to workers; small business support; speeding the recovery of tourism, travel, and hospitality sectors; and rebuilding public sector and non-profit capacity. This category also includes programs and projects that support long-term housing security and promote strong, healthy communities.

3. Economic Impact: Public Sector/Health Capacity \$ 6,784,793

- Eligible projects include expenses for payroll, rehiring, enhanced service delivery, and administrative needs for public sector health, safety, or human services workers.

4. Premium Pay \$12,954,007

- ARPA funding provides resources to local government to recognize the heroic contributions of essential workers. Eligible workers include a broad range of essential workers who must be physically present at their job.

5. Infrastructure \$ -

- Eligible projects include necessary improvements in water, sewer, and broadband infrastructure

6. Revenue Replacement for General Government \$ 62,574,806

- Local governments facing budget shortfalls are permitted to use funding to replace lost revenue for the purpose of providing governmental services. These services may include recreation, transportation, economic development, and other general government services.

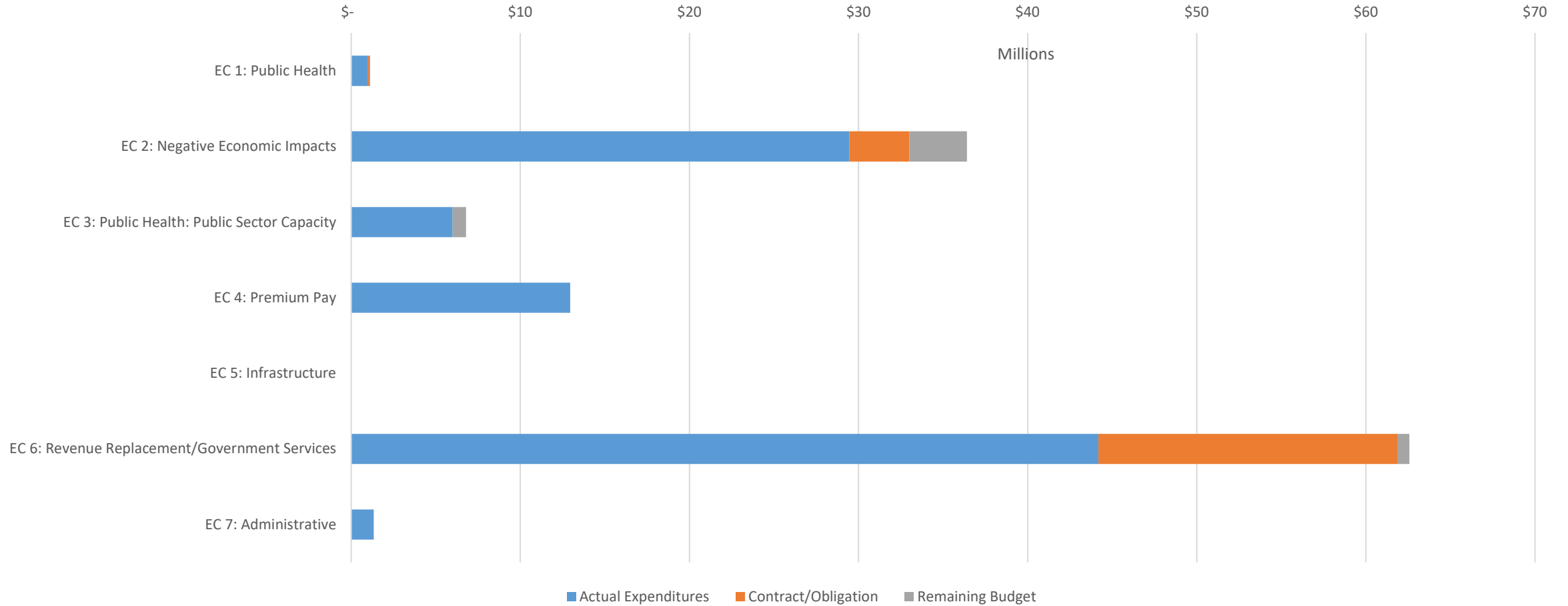
7. Administration \$ 1,329,678

- Local governments are permitted to use funding for administering ARPA funds, including costs of in-house staff or consultants to support effective oversight and ensuring compliance with legal, regulatory, and other requirements. A project contingency is also held in this Expenditure Category. Less than 1.2% of all ARPA funds received were used for administration.

Please see ARPA Revenue and Expense Report for details



ARPA Budget, Expenditures, and Obligations by Category
as of September 30, 2024



TOTAL EXPENDITURES THROUGH SEPTEMBER 30, 2024
\$94,916,465

ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

For the period through September 30, 2024

				Actuals	Budget	Variance
Revenue						
LFUCG Allocation				\$ 121,178,058	\$ 121,178,058	\$ -
Total Revenues				\$ 121,178,058	\$ 121,178,058	\$ -

For the period through September 30, 2024

				Obligated	Budget	Variance
Expense						
EC 1: Public Health				\$ 1,084,388	\$ 1,127,830	\$ (43,442)
1.05	Personal Protective Equipment	Personal Protective Equipment for LFUCG		\$ 5,763	\$ 5,763	\$ (0)
1.11	Community Violence Interventions	Safety Net Program - Project Peace (Lexington Rescue Mission)		\$ 306,559	\$ 350,000	\$ (43,441)
1.11	Community Violence Interventions	It Takes a Village - Mentoring Program (Personnel)		\$ 262,067	\$ 262,067	\$ -
1.12	Mental Health Services	NAMI - Mental Health Court Funding (FY22)		\$ 170,000	\$ 170,000	\$ -
1.12	Mental Health Services	NAMI - Mental Health Court Funding (FY23)		\$ 170,000	\$ 170,000	\$ -
1.12	Mental Health Services	NAMI - Mental Health Court Funding (FY24)		\$ 170,000	\$ 170,000	\$ -

ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

For the period through September 30, 2024

			Obligated	Budget	Variance
Expense (Continued)					
EC 2: Negative Economic Impacts			\$ 33,000,131	\$ 36,406,943	\$ (3,406,812)
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Emergency Financial Assistance for Residents (FY22)	\$ 240,846	\$ 240,846	\$ -
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Emergency Financial Assistance for Residents (FY23)	\$ 251,776	\$ 251,776	\$ -
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Emergency Financial Assistance for Residents (FY24)	\$ 297,365	\$ 300,000	
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Recovery Supportive Living Assistance (FY22)	\$ 200,000	\$ 200,000	\$ -
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Recovery Supportive Living Assistance (FY23)	\$ 200,000	\$ 200,000	\$ (0)
2.10	Assistance to Unemployed or Underemployed Workers	Summer Youth Work Readiness Program	\$ 960,000	\$ 960,000	\$ -
2.15	Long-Term Housing Security: Affordable Housing	Shropshire Affordable Housing Project Site Improvements	\$ 750,000	\$ 750,000	\$ -
2.15	Long-Term Housing Security: Affordable Housing	Affordable Housing	\$ 10,000,000	\$ 10,000,000	\$ -
2.15	Long-Term Housing Security: Affordable Housing	Affordable Housing - Additional Allocation	\$ 3,125,000	\$ 3,125,000	\$ -
2.15	Long-Term Housing Security: Affordable Housing	Affordable Housing - Additional Allocation - FY24	\$ 801,790	\$ 4,001,790	\$ (3,200,000)
2.16	Long-Term Housing Security: Services for Unhoused Persons	OHPI Homelessness Allocation (FY22)	\$ 642,893	\$ 642,893	\$ 0
2.16	Long-Term Housing Security: Services for Unhoused Persons	OHPI Homelessness Allocation (FY23)	\$ 824,485.74	\$ 824,764	\$ (278)
2.16	Long-Term Housing Security: Services for Unhoused Persons	OHPI Homelessness Allocation (FY24)	\$ 627,177	\$ 750,000	\$ (122,823)
2.16	Long-Term Housing Security: Services for Unhoused Persons	Homelessness Contracts via Department of Housing and Community Development RFP	\$ 3,717,025	\$ 3,717,025	\$ 0
2.16	Long-Term Housing Security: Services for Unhoused Persons	Homelessness Contracts - Non-Shelter Eligible Families/Individuals	\$ 159,828	\$ 159,828	\$ (0)
2.16	Long-Term Housing Security: Services for Unhoused Persons	COVID-19 Alternate Shelter for Winter Warming - 2022/2023	\$ 1,315,762	\$ 1,315,762	\$ (0)
2.12	Long-Term Housing Security: Services for Unhoused Persons	COVID-19 Alternate Shelter for Winter Warming - 2023/2024	\$ 1,072,000	\$ 1,072,000	\$ (0)
2.16	Long-Term Housing Security: Services for Unhoused Persons	Domestic Violence Sheltering: Greenhouse 17	\$ 400,000	\$ 400,000	\$ -
2.22	Strong Healthy Communities: Promote Health and Safety	Village Branch Library Construction	\$ 1,000,000	\$ 1,000,000	\$ -
2.22	Strong Healthy Communities: Promote Health and Safety	Black and Williams Center Improvements - Gymnasium	\$ 1,767,683	\$ 1,848,759	\$ (81,076)
2.22	Strong Healthy Communities: Promote Health and Safety	BTC Dental Hygiene Clinic	\$ 2,000,000	\$ 2,000,000	\$ -
2.30	Technical Assistance, Counseling, or Business Planning	Minority Business Accelerator II - Reflect Lex	\$ 991,000	\$ 991,000	\$ -
2.34	Aid to Nonprofit Organizations	Explorium of Lexington - Children's Museum Assistance	\$ 125,000	\$ 125,000	\$ -
2.34	Aid to Nonprofit Organizations	LexArts Nonprofit Services Contract (FY22)	\$ 325,000	\$ 325,000	\$ -
2.34	Aid to Nonprofit Organizations	Lyric Theater Assistance	\$ 127,500	\$ 127,500	\$ -
2.34	Aid to Nonprofit Organizations	Radio Lex	\$ 78,000	\$ 78,000	\$ -
2.35	Aid to Tourism, Travel, or Hospitality	Visit LEX/Hospitality Industry Recovery	\$ 1,000,000	\$ 1,000,000	\$ -

ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

For the period through September 30, 2024

			Obligated	Budget	Variance
Expense (Continued)					
EC 3: Public Health - Negative Economic Impact Public Sector Capacity			\$ 6,000,000	\$ 6,784,793	\$ (784,793)
3.01	Public Sector Workforce	Social Services Department Personnel Expenses (FY23 and FY24)	\$ 6,000,000	\$ 6,000,000	\$ -
3.01	Public Sector Workforce	Social Services Department Personnel Expenses (FY25)	\$ -	\$ 784,793	\$ (784,793)
EC 4: Premium Pay			\$ 12,954,007	\$ 12,954,007	\$ (0)
4.01	Premium Pay	Premium Pay for High Exposure LFUCG Staff	\$ 12,592,084	\$ 12,592,084	\$ (0)
4.01	Premium Pay	Premium Pay for Fayette County Sheriff's Office	\$ 361,923	\$ 361,923	\$ 0
EC 5: Infrastructure			\$ -	\$ -	\$ -
EC 6: Revenue Replacement/Government Services			\$ 61,893,980	\$ 62,574,806	\$ (680,826)
6.01	Provision of Government Services	Economic Development Grants to Service Partners	\$ 298,745	\$ 298,745	\$ (0)
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Berry Hill Park - Basketball Court	\$ 175,000	\$ 175,000	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Buckhorn Park - Phase II Improvements	\$ 44,999	\$ 44,999	\$ 0
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Dogwood Park - Basketball Court	\$ 69,073	\$ 69,073	\$ 0
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Gardenside Park - Playground	\$ 148,746	\$ 148,746	\$ (0)
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Ecton Park Restrooms and Concessions	\$ 457,400	\$ 457,400	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Lakeside Irrigation Replacement	\$ 1,442,000	\$ 1,442,000	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Masterson Station Park - Playground	\$ 147,478	\$ 147,478	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Meadowthorpe Park - Roof Repair	\$ 78,585	\$ 78,585	\$ 0
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Raven Run Park - Prather House Roof Repair	\$ 154,998	\$ 154,998	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Shilito Park - Access Imprvmnt Parking Lot Construction	\$ 297,206	\$ 297,206	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Southland Park - Access Imprvmnt Parking Repairs	\$ 202,794	\$ 202,794	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Woodland Park - Restroom Facilities	\$ 527,913	\$ 527,913	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Mary Todd Park - Basketball Court	\$ 97,442	\$ 97,442	\$ -

ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

For the period through September 30, 2024

			Obligated	Budget	Variance
Expense (Continued)					
6.01	Provision of Government Services	Access to Quality Green Space for Disadvantaged Pop - ADA Imprvmnts at Parks for Inclusivi	\$ 125,000	\$ 125,000	\$ -
6.01	Provision of Government Services	Cardinal Run North Park Development	\$ 10,127,480	\$ 10,363,165	\$ (235,685)
6.01	Provision of Government Services	Access to Quality Green Space in QCT - Northeastern Park - Playground	\$ 250,000	\$ 250,000	\$ -
6.01	Provision of Government Services	Access to Quality Green Space in QCT - Phoenix Park - Inclusive Use and Development Stud	\$ 150,000	\$ 150,000	\$ -
6.01	Provision of Government Services	Access to Quality Green Space in QCT - Pine Meadows Park - Playground and Park Imprvmn	\$ 153,404	\$ 153,404	\$ -
6.01	Provision of Government Services	Access to Quality Green Space in QCT - River Hill Park - Sports Courts	\$ 190,876	\$ 190,876	\$ -
6.01	Provision of Government Services	General Neighborhood Parks and Recreation Improvements	\$ 3,954,465	\$ 3,954,465	\$ -
6.01	Provision of Government Services	Parks Master Plan - QCT Areas	\$ 4,023,376	\$ 4,187,569	\$ (164,193)
6.01	Provision of Government Services	Parks Master Plan - Maintenance	\$ 1,104,582	\$ 1,104,582	\$ -
6.01	Provision of Government Services	Parks Master Plan - Aquatics	\$ 6,785,325	\$ 7,027,718	\$ (242,393)
6.01	Provision of Government Services	ADA Transition Plan	\$ 200,000	\$ 200,000	\$ -
6.01	Provision of Government Services	Pam Miller Downtown Arts Center Renovation	\$ 2,674,021	\$ 2,675,000	\$ (979)
6.01	Provision of Government Services	Government Employee Pay Supplements	\$ 4,436,928	\$ 4,436,928	\$ 0
6.01	Provision of Government Services	Critical Government Needs - Broadband Study with Scott County	\$ 19,571	\$ 19,571	\$ 0
6.01	Provision of Government Services	Coldstream Industrial Park Campus Infrastructure	\$ 2,548,210	\$ 2,548,210	\$ -
6.01	Provision of Government Services	Bike/Ped - Brighton	\$ 116,310	\$ 116,310	\$ -
6.01	Provision of Government Services	Bike/Ped - Harrodsburg	\$ 713,892	\$ 713,892	\$ 0
6.01	Provision of Government Services	Bike/Ped - Town Branch Trail (Manchester)	\$ 67,500	\$ 67,500	\$ -
6.01	Provision of Government Services	Jefferson Street Viaduct	\$ 1,096,661	\$ 1,096,661	\$ -
6.01	Provision of Government Services	Fire SCBA	\$ 3,075,870	\$ 3,075,870	\$ (0)
6.01	Provision of Government Services	Public Safety Fleet	\$ 1,500,000	\$ 1,500,000	\$ -
6.01	Provision of Government Services	Code Enforcement Grants for Residents with Low Income (FY22)	\$ 200,000	\$ 200,000	\$ -
6.01	Provision of Government Services	Code Enforcement Grants for Residents with Low Income (FY23)	\$ 200,000	\$ 200,000	\$ -
6.01	Provision of Government Services	Workforce Development Grants to Service Partners (FY22)	\$ 399,728	\$ 399,728	\$ -
6.01	Provision of Government Services	Workforce Development Grants to Service Partners (FY23)	\$ 378,600	\$ 400,000	\$ (21,400)
6.01	Provision of Government Services	Workforce Development (Other)	\$ 150,000	\$ 150,000	\$ -

ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

For the period through September 30, 2024

			Obligated	Budget	Variance
Expense (Continued)					
EC 6: Revenue Replacement/Government Services (Continued)					
6.01	Provision of Government Services	LexArts (FY24)	\$ 325,000	\$ 325,000	\$ -
6.01	Provision of Government Services	Non-Profit Capital Grants	\$ 6,148,296	\$ 6,151,158	\$ (2,862)
6.01	Provision of Government Services	Lexington Community Land Trust - Davis Bottom Community Center	\$ 2,000,000	\$ 2,000,000	\$ -
6.01	Provision of Government Services	Housing Stabilization - Hope Center Transitional Housing	\$ 2,000,000	\$ 2,000,000	\$ -
6.01	Provision of Government Services	Family Care Center Improvements	\$ 60,000	\$ 60,000	\$ -
6.01	Provision of Government Services	Public Safety Technology Equipment Purchase - MDC	\$ 490,000	\$ 490,000	\$ (0)
6.01	Provision of Government Services	Public Safety Technology Equipment Purchase - Laptop	\$ 99,820	\$ 99,820	\$ -
6.01	Provision of Government Services	Solarize Lexington Energy Efficiency Grant Program for Low Income Homeowners	\$ 1,986,684	\$ 2,000,000	\$ (13,316)
EC 7: Administrative			\$ 1,329,585	\$ 1,329,678	\$ (93)
7.01	Administrative Expenses	ARPA Administrative Services	\$ 1,329,585	\$ 1,329,678	\$ (93)
7.01	Administrative Expenses	Hold for Construction Contingency	\$ -	\$ 0	\$ (0)
Total Expenses			\$ 116,262,090	\$ 121,178,058	\$ (4,915,968)
TOTAL - ARPA SLFRF			\$ 4,915,968	\$ (0)	\$ 4,915,968

Questions?

Hilary Angelucci

American Rescue Plan Act Project Manager
hangelucci@lexingtonky.gov



LEXINGTON

