

Budget Link Committee Members:

Sevigny (Chair)

Curtis

Lynch



ENVIRONMENTAL QUALITY & PUBLIC WORKS

FY27 Link Report Out

Budget Committee of the Whole

May 26, 2026

Budget Link Committee Members

Councilmember Dave Sevigny (Chair)

Councilmember Emma Curtis

Councilmember Shayla Lynch



Link Agenda

- EQPW Administration
- Streets & Roads
- Water Quality
- Environmental Services
- Traffic Engineering
- Waste Management
- **Engineering**
- **Building Inspection**

**Moved to Dept of Planning & Preservation in FY27*



EQPW Budget Overview

EQPW	FY27 MPB
General Fund	\$17,222,870
Urban Services Fund	\$55,104,919
Municipal Aid Program Fund	\$4,237,500
Mineral Service Fund	\$285,000
Misc Special Revenue Fund	\$396,000
2027 Bond Projects	\$10,000,000
Sanitary Sewer Fund	\$39,239,392
Sanitary Sewer Construction Fund	\$25,840,000
Water Quality Management Fund	\$9,415,757
Water Quality Construction Fund	\$3,662,600
Landfill Fund	\$7,785,012
Right of Way Fund	\$1,150,000
Total	\$174,339,050



EQPW Administration

EQPW's mission is to preserve, protect and enhance our Bluegrass environment; to provide infrastructure systems that are safe, efficient and economical; and to promote a healthy and sustainable quality of life for our residents.

Highlights

- Funding for Winter Weather Emergencies (\$1mil) in addition to the funding typically in the Division of Streets & Roads
- Funding for new pothole repair fund (\$200k)
- Funding for Haley Pike Transfer Station – Design (\$1mil - \$500k Landfill Fund and \$500k Urban Services Fund)

- No personnel changes

Link Recommendation:

- 1. Accept the FY27 Mayor's Proposed Budget**



EQPW Administration

Funding Source	FY26 Adopted	FY27 MPB	FY27 Link Recs
General Fund	\$1,438,327	\$2,210,275	+ \$0
Urban Services Fund	\$2,176,339	\$2,309,131	+ \$0
Municipal Aid Program Fund	\$ -	\$ -	+ \$0
Mineral Service Fund	\$ -	\$ -	+ \$0
Misc Special Revenue Fund	\$ -	\$ -	+ \$0
2027 Bond Projects	\$ -	\$ -	+ \$0
Sanitary Sewer Fund	\$827,043	\$802,337	+ \$0
Sanitary Sewer Construction Fund	\$ -	\$ -	+ \$0
Water Quality Management Fund	\$350,035	\$884,333	+ \$0
Water Quality Construction Fund	\$150,000	\$ -	+ \$0
Landfill Fund	\$936,373	\$687,057	+ \$0
Right of Way Fund	\$27,206	\$ -	+ \$0
Total	\$5,905,323	\$6,893,133	+ \$0

FY27 MPB + LINK = \$6,893,133



Streets & Roads

The mission is to maintain city streets, county roads, storm sewer systems, and public property right of way to protect the infrastructure and environment of Lexington-Fayette County in a safe and efficient manner.

Highlights

- Funding provided for staff OT during winter weather emergencies and \$1mil provided for salt to clear the roads
- Funding provided for Man-O-War Sidewalks through Capital Reallocation Funds (\$150k)
- Funding for Paving (\$13mil – Bond Projects, MAP, and Right of Way), \$1mil less than FY26
- Funding provided for ADA ramps (\$1mil - MAP)
- Funding for Asphalt hotboxes & accessories (\$150k - Right of Way)
- Division of Streets & Roads upgraded/reclassified positions based on a FY26 market study

Link Recommendation:

- 1. Accept the FY27 Mayor's Proposed Budget**



Streets & Roads

Funding Source	FY26 Adopted	FY27 MPB	FY27 Link Recs
General Fund	\$4,726,342	\$5,291,430	+ \$0
Urban Services Fund	\$2,344,077	\$2,430,919	+ \$0
Municipal Aid Program Fund	\$3,000,000	\$3,000,000	+ \$0
Mineral Service Fund	\$300,000	\$285,000	+ \$0
Misc Special Revenue Fund	\$ -	\$ -	+ \$0
2027 Bond Projects	\$ -	\$10,000,000	+ \$0
Sanitary Sewer Fund	\$40,000	\$30,000	+ \$0
Sanitary Sewer Construction Fund	\$ -	\$ -	+ \$0
Water Quality Management Fund	\$1,555,808	\$1,517,217	+ \$0
Water Quality Construction Fund	\$ -	\$ -	+ \$0
Landfill Fund	\$ -	\$ -	+ \$0
Right of Way Fund	\$ -	\$1,150,000	+ \$0
Total	\$11,966,227	\$23,704,566	+ \$0

FY27 MPB + LINK = \$23,704,566



Water Quality

Water Quality's mission is to protect public health and quality of life for citizens by maintaining an efficient and compliant wastewater and stormwater system.

Highlights

- No budget changes
- Funding provided for odor control management of existing facilities and improvements on the East Hickman force main
- Cost savings of appx. \$700k annually in rent after opening new water quality facility on New Circle
- Multiple EPA Remedial Measures capital projects progressing
- Division of Water Quality upgraded/reclassified positions based on a FY26 market study
- Funding for Construction Project Management

Link Recommendation:

- 1. Accept the FY27 Mayor's Proposed Budget**



Water Quality

Funding Source	FY26 Adopted	FY27 MPB	FY27 Link Recs
General Fund	\$ -	\$ -	+ \$0
Urban Services Fund	\$ -	\$ -	+ \$0
Municipal Aid Program Fund	\$ -	\$ -	+ \$0
Mineral Service Fund	\$ -	\$ -	+ \$0
Misc Special Revenue Fund	\$ -	\$ -	+ \$0
2027 Bond Projects	\$ -	\$ -	+ \$0
Sanitary Sewer Fund	\$36,056,223	\$37,947,694	+ \$0
Sanitary Sewer Construction Fund	\$21,440,000	\$25,840,000	+ \$0
Water Quality Management Fund	\$4,261,271	\$4,237,706	+ \$0
Water Quality Construction Fund	\$9,839,318	\$3,662,600	+ \$0
Landfill Fund	\$ -	\$ -	+ \$0
Right of Way Fund	\$ -	\$ -	+ \$0
Total	\$71,596,812	\$71,688,000	+ \$0

FY27 MPB + LINK = \$71,688,000 9



Environmental Services

The mission is to protect and improve Lexington's natural resources through conservation, management, education, and partnering activities which benefit the public's land, water, tree canopy, and energy assets.

Highlights

- Funding for the energy initiative operations, maintenance, and use of the City's centralized utility database and building automation platforms
- Support strategic efforts of the PIE section and for the Urban and Community Forestry section to safely and efficiently address requests and provide emergency response services
- Funding and oversight of homeless encampment cleanups moved to Div. of Code Enforcement
- Division of Environmental Quality reclassified (1) Public Service Supervisor job code to (1) Groundskeeping Supervisor as part of a FY26 market study



Environmental Services

Link Recommendation:

- 1. Expand the FY27 Mayor's Proposed Budget to include:**
 - a. Funding the Greenspace Trust Coldstream Master Plan Implementation at \$25k through the Water Quality Management Fund

- 2. Other Items to consider Prefund and/or Fund Balance**
 - a. Typology Study Pilot Project (\$50,000)
 - b. Wayfinding Sign Program Implementation (\$150,000)



Environmental Services

Funding Sources	FY26 Adopted	FY27 MPB	FY27 Link Recs
General Fund	\$3,305,140	\$3,487,296	
Urban Services Fund	\$1,808,861	\$1,756,353	
Municipal Aid Program Fund	\$ -	\$ -	
Mineral Service Fund	\$ -	\$ -	
Misc Special Revenue Fund	\$ -	\$ -	
2027 Bond Projects	\$ -	\$ -	
Sanitary Sewer Fund	\$459,916	\$459,361	
Sanitary Sewer Construction Fund	\$ -	\$ -	
Water Quality Management Fund	\$2,750,199	\$2,776,501	+\$25,000
Water Quality Construction Fund	\$ -	\$ -	
Landfill Fund	\$405,242	\$342,521	
Right of Way Fund	\$ -	\$ -	
Coal Severance Fund	\$150,000	\$ -	
Total	\$8,879,358	\$8,822,032	+\$25,000

FY27 MPB + LINK = \$8,847,032 ¹²



Traffic Engineering

The mission is to provide for the safe and efficient flow of people, vehicles, goods, and services within the Lexington-Fayette County transportation system.

Highlights

- Funding provided for support of Vision Zero & Complete Streets policies
- Funding for Traffic Signal New and Rebuilds (\$400k - MAP)
- Funding for fiber optic and camera network expansion (\$350k - MAP)
- Multimodal safety improvements (\$50k - MAP) – *was funded at \$300k in FY26*
- UK area bike and ped improvements (\$100k - MAP)
- NTMP funding request decreased by \$50k (\$150k FY26 vs \$100k FY27)

- No personnel changes

Link Recommendation:

- 1. Accept the FY27 Mayor's Proposed Budget**
- 2. Other items to consider for Prefund and/or Fund Balance**
 - Consider \$250k additional funding for Multimodal Safety in fund balance discussion



Traffic Engineering

Funding Source	FY26 Adopted	FY27 MPB	FY27 Link Recs
General Fund	\$6,060,743	\$6,233,869	+ \$0
Urban Services Fund	\$7,099,206	\$7,637,425	+ \$0
Municipal Aid Program Fund	\$1,650,000	\$1,237,500	+ \$0
Mineral Service Fund	\$ -	\$ -	+ \$0
Misc Special Revenue Fund	\$396,000	\$396,000	+ \$0
2027 Bond Projects	\$ -	\$ -	+ \$0
Sanitary Sewer Fund	\$ -	\$ -	+ \$0
Sanitary Sewer Construction Fund	\$ -	\$ -	+ \$0
Water Quality Management Fund	\$ -	\$ -	+ \$0
Water Quality Construction Fund	\$ -	\$ -	+ \$0
Landfill Fund	\$ -	\$ -	+ \$0
Right of Way Fund	\$ -	\$ -	+ \$0
Total	\$15,205,949	\$15,504,794	+ \$0

FY27 MPB + LINK = \$15,504,794



Waste Management

The mission is to provide the citizens located within the Urban Service District safe, efficient waste management services in an environmentally and economically responsible manner.

Highlights

- Increased funding for training of managers and supervisors
- Funding provided for CNG Station at Town Branch (\$500k - Urban Service Fund)
- Funding provided for material recycling facility logic control panel 2 and 3 upgrades (\$623,903 - Urban Service Fund)

- Division of Waste Management upgraded/reclassified positions based on a FY26 market study

Link Recommendation:

- 1. Accept the FY27 Mayor's Proposed Budget**



Waste Management

Funding Source	FY26 Adopted	FY27 MPB	FY27 Link Recs
General Fund	\$ -	\$ -	+ \$0
Urban Services Fund	\$42,572,531	\$40,971,092	+ \$0
Municipal Aid Program Fund	\$ -	\$ -	+ \$0
Mineral Service Fund	\$ -	\$ -	+ \$0
Misc Special Revenue Fund	\$ -	\$ -	+ \$0
2027 Bond Projects	\$ -	\$ -	+ \$0
Sanitary Sewer Fund	\$ -	\$ -	+ \$0
Sanitary Sewer Construction Fund	\$ -	\$ -	+ \$0
Water Quality Management Fund	\$ -	\$ -	+ \$0
Water Quality Construction Fund	\$ -	\$ -	+ \$0
Landfill Fund	\$5,011,403	\$6,755,435	+ \$0
Right of Way Fund	\$ -	\$ -	+ \$0
Total	\$47,583,934	\$47,726,527	+ \$0

FY27 MPB + LINK = \$47,726,527



Engineering

Engineering's mission is to oversee the design and construction of capital infrastructure projects, ensure new development is compliant with the community's standards and manage permitting within the public right-of-way.

Highlights

The Division of Engineering moved from EQPW to Planning & Preservation Development.

- Funding for Capital Projects (MAP Funds) - the Newtown Pike-Scott Street connector (\$750k) and Town Branch Trail Phases 4/5 & Mid-Block Crossing (\$1.435mil)
- Funding for Construction Project Management (\$200k - MAP Fund)
- Funding for North Limestone Roadway Improvements (\$800k – Water Quality Management Fund)

- Two positions upgraded/reclassified: (1) Engineering Section Manager to Engineering Section Manager Sr; (1) Municipal Engineer Sr to Municipal Engineer

Link Recommendation:

1. **Accept the FY27 Mayor's Proposed Budget**



Engineering

Funding Source	FY26 Adopted	FY27 MPB	FY27 Link Recs
General Fund	\$1,861,043	\$1,878,497	+ \$0
Urban Services Fund	\$ -	\$ -	+ \$0
Municipal Aid Program Fund	\$2,903,750	\$2,553,750	+ \$0
Mineral Service Fund	\$ -	\$ -	+ \$0
Misc Special Revenue Fund	\$ -	\$ -	+ \$0
2027 Bond Projects	\$ -	\$ -	+ \$0
Sanitary Sewer Fund	\$605,493	\$613,798	+ \$0
Sanitary Sewer Construction Fund	\$ -	\$ -	+ \$0
Water Quality Management Fund	\$604,022	\$1,418,918	+ \$0
Water Quality Construction Fund	\$400,000	\$ -	+ \$0
Landfill Fund	\$ -	\$ -	+ \$0
Right of Way Fund	\$466,030	\$461,578	+ \$0
Total	\$6,840,338	\$6,926,541	+ \$0

FY27 MPB + LINK = \$6,926,541



Building Inspection

The mission is to ensure the safe and secure construction of residential and commercial structures and maintain community standards through the consistent enforcement of the Building Codes and local ordinances and regulations.

Highlights

The Division of Building Inspection moved from the Department of Environmental Quality & Public Works to Planning & Preservation Development.

- Funding provided to increase staff training
- Funding provided for staff uniforms, so employees are identifiable to the public
- No personnel changes

Link Recommendation:

- 1. Accept the FY27 Mayor's Proposed Budget.**



Building Inspection

Funding Source	FY26 Adopted	FY27 MPB	FY27 Link Recs
General Fund	\$3,754,873	\$3,575,501	+ \$0
Urban Services Fund	\$ -	\$ -	+ \$0
Municipal Aid Program Fund	\$ -	\$ -	+ \$0
Mineral Service Fund	\$ -	\$ -	+ \$0
Misc Special Revenue Fund	\$ -	\$ -	+ \$0
2027 Bond Projects	\$ -	\$ -	+ \$0
Sanitary Sewer Fund	\$ -	\$ -	+ \$0
Sanitary Sewer Construction Fund	\$ -	\$ -	+ \$0
Water Quality Management Fund	\$ -	\$ -	+ \$0
Water Quality Construction Fund	\$ -	\$ -	+ \$0
Landfill Fund	\$ -	\$ -	+ \$0
Right of Way Fund	\$ -	\$ -	+ \$0
Total	\$3,754,873	\$3,575,501	+ \$0

FY27 MPB + LINK = \$3,575,501



Link Proposed Recs

EQPW	FY27 MPB	Link Recs	FY27 + Link Recs
General Fund	\$17,222,870		\$17,222,870
Urban Services Fund	\$55,104,919		\$55,104,919
Municipal Aid Program Fund	\$4,237,500		\$4,237,500
Mineral Service Fund	\$285,000		\$285,000
Misc Special Revenue Fund	\$396,000		\$396,000
2027 Bond Projects	\$10,000,000		\$10,000,000
Sanitary Sewer Fund	\$39,239,392		\$39,239,392
Sanitary Sewer Construction Fund	\$25,840,000		\$25,840,000
Water Quality Management Fund	\$9,415,757	\$25,000	\$9,440,757
Water Quality Construction Fund	\$3,662,600		\$3,662,600
Landfill Fund	\$7,785,012		\$7,785,012
Right of Way Fund	\$1,150,000		\$1,150,000
Total	\$174,339,050	\$25,000	\$174,364,050



Fund Balance Projections

Fund	2027 MPB Fund Balance Change
Urban Services Fund	
<div style="text-align: right;">Refuse Net Change</div>	(\$3,456,039)
<div style="text-align: right;">Street Lights Net Change</div>	\$831,662
<div style="text-align: right;">Street Cleaning Net Change</div>	\$464,030
<div style="text-align: right;">Total Urban Services Fund</div>	(\$1,160,347)*
Municipal Aid Program Fund	(\$1,291,250)
Sanitary Sewer Funds (4002 & 4003)	\$1,501,053
Water Quality Funds (4051 & 4052)	\$1,094,238
Landfill Fund	\$458,455
Total	\$602,149

- Fund balances of special funds will be presented during October fund balance discussion after audit is complete.
- Sanitary Sewer Funds – Sanitary Sewer Fund (4002), Sanitary Sewer Construction Fund (4003)
- Water Quality Funds – Water Quality Management Fund (4051), Water Quality Construction Fund (4052)

*Includes CNG late item change (\$500,000)



Questions?