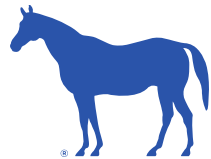


FY2026 MONTHLY FINANCIAL UPDATE

*Urban County Council
Committee of the Whole – Budget Meeting
May 26, 2026*



LEXINGTON



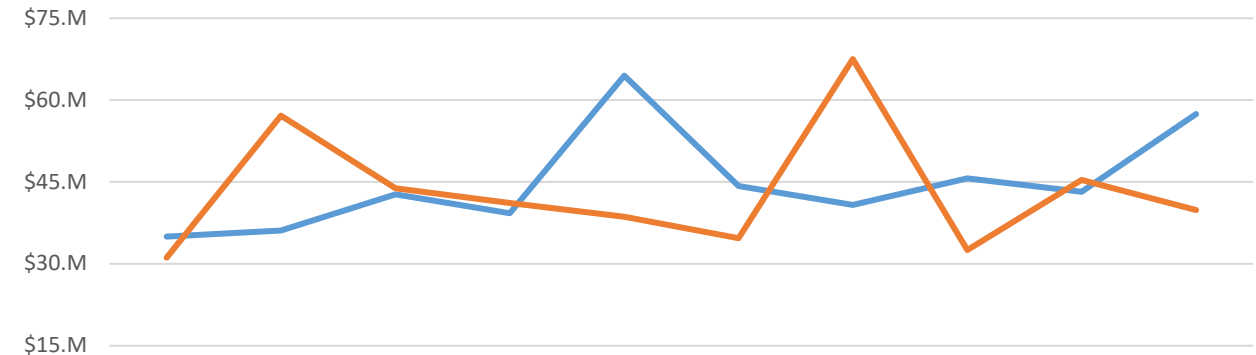
10 Month Performance Review (Actuals)

April FY26	
Revenues	\$448,915,602
Expenses	(\$426,126,269)
Transfers	(\$5,627,786)
One-Year Surplus/(Deficit)	\$17,161,547

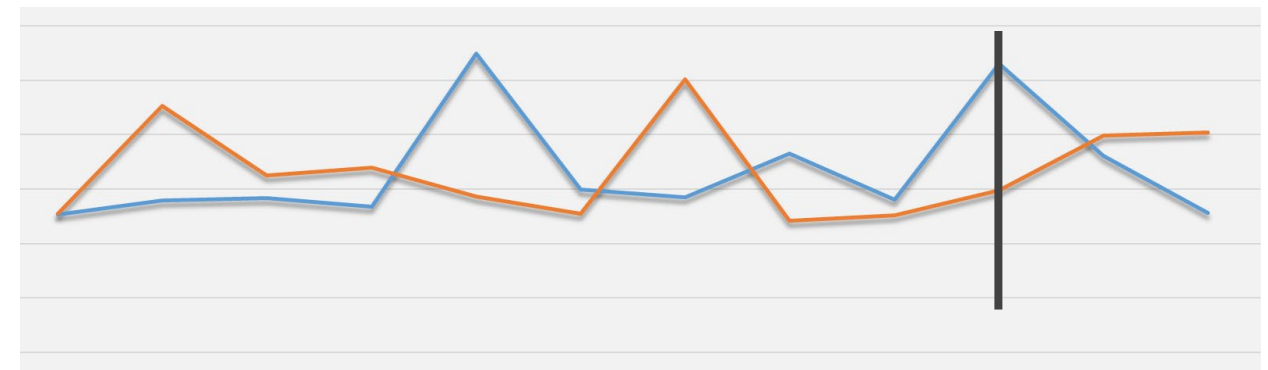
Factors to Consider

- Payroll Withholding is tracking close to budget through ten months. The deadline for payroll filing is April 30th and some collections due in April may be realized in May.
- Net Profit processing is ongoing due to a delay in receiving the mail. 1% of filers used the online portal for filing that was newly launched in March. Future outreach is planned to increase usage.
- The Personnel variance is 3.4% under budget. Many of these funds are targeted for pre-funding reallocation.
- Operating variances continue to run high; however, much of the variance is dedicated to ongoing items that will expend or carryforward by year-end. Examples of these allocations include:
 - Road salt orders not yet delivered/paid (\$1M)
 - Grant match ongoing – assigned to individual grants (\$3.75M)
 - Medical Debt relief (\$700k)
 - Homelessness set-aside from Fund Balance (\$2.28M)
 - Contracted medical services for inmates (\$1M)
 - Ambulance provider payments (\$425k)
 - Transit Authority – Special Project Contracts (\$500k)

FY26 Ten Month Actual Performance



\$.M		JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR
— Revenues		\$35.M	\$36.1M	\$42.7M	\$39.3M	\$64.5M	\$44.25M	\$40.81M	\$45.63M	\$43.21M	\$57.4M
— Exp/Xfers		\$31.1M	\$57.2M	\$43.8M	\$41.1M	\$38.6M	\$34.67M	\$67.51M	\$32.49M	\$45.37M	\$39.8M



FY26 Adopted Budget Overview – Monthly Revenues vs Expenses



2026 Fiscal Year – Cash Flow Variance Revenue (Actual to Budget)

<i>For the ten months ended April 30, 2026</i>				
	Actuals	Budget	Variance	% Var
<u>Revenue</u>				
Payroll Withholding	246,781,375	244,000,000	2,781,375	1.1%
Net Profit	54,205,853	60,500,000	(6,294,147)	-10.4%
Insurance	39,556,786	40,000,000	(443,214)	-1.1%
Franchise Fees	27,343,453	25,250,000	2,093,453	8.3%
Other Licenses & Permits	6,231,169	5,776,089	455,080	7.9%
Property Tax Accounts	32,943,213	33,266,047	(322,834)	-1.0%
Charges for Services	25,903,518	23,964,291	1,939,227	8.1%
Fines and Forfeitures	208,631	109,167	99,464	91.1%
Intergovernmental Revenue	881,384	704,802	176,582	25.1%
Property Sales	260,593	125,000	135,593	108.5%
Investment Income	157,697	318,446	(160,749)	-50.5%
Other Financing Sources	9,984,399	9,080,313	904,086	10.0%
Other Income	4,457,531	4,351,393	106,138	2.4%
Total Revenues	\$448,915,602	\$447,445,548	\$1,470,054	0.3%



2026 Fiscal Year – Cash Flow Variance Revenue (CY to PY)

<i>For the ten months ended April 30, 2026</i>				
	FY 2026	FY 2025	Variance	% Var
<u>Revenue</u>				
Payroll Withholding	246,781,375	235,060,609	11,720,766	5.0%
Net Profit	54,205,853	53,610,812	595,041	1.1%
Insurance	39,556,786	37,499,853	2,056,933	5.5%
Franchise Fees	27,343,453	25,455,016	1,888,437	7.4%
Other Licenses & Permits	6,231,169	6,157,501	73,668	1.2%
Property Tax Accounts	32,943,213	31,601,381	1,341,832	4.2%
Charges for Services	25,903,518	24,583,949	1,319,569	5.4%
Fines and Forfeitures	208,631	105,639	102,992	97.5%
Intergovernmental Revenue	881,384	954,431	(73,047)	-7.7%
Property Sales	260,593	215,070	45,523	21.2%
Investment Income	157,697	471,084	(313,387)	-66.5%
Other Financing Sources	9,984,399	1,718,619	8,265,780	481.0%
Other Income	4,457,531	4,598,751	(141,220)	-3.1%
Total Revenues	\$448,915,602	\$422,032,715	\$26,882,887	6.4%

2026 Fiscal Year – Cash Flow Variance Expense (Actual to Budget)

<i>For the ten months ended April 30, 2026</i>				
	Actuals	Budget	Variance	% Var
<u>Expense</u>				
Personnel	263,152,585	272,522,402	9,369,817	3.4%
Operating	60,675,624	84,201,362	23,525,738	27.9%
Insurance Expense	14,503,875	14,503,875	0	0.0%
Debt Service	49,477,470	49,411,970	(65,500)	-0.1%
Partner Agencies	28,054,583	28,869,948	815,365	2.8%
Capital	10,262,132	10,081,733	(180,399)	-1.8%
Total Expenses	\$426,126,269	\$459,591,290	\$33,465,021	7.3%
Transfers	5,627,786	8,485,057	2,857,271	33.7%
Change in Fund Balance	\$17,161,547	(\$20,630,799)	\$37,792,346	

2026 Fiscal Year – Cash Flow Variance Expense (CY to PY)

<i>For the ten months ended April 30, 2026</i>				
	FY 2026	FY 2025	Variance	% Var
<u>Expense</u>				
Personnel	263,152,585	251,017,450	12,135,135	4.8%
Operating	60,675,624	56,786,975	3,888,649	6.8%
Insurance Expense	14,503,875	10,060,099	4,443,776	44.2%
Debt Service	49,477,470	48,550,409	927,061	1.9%
Partner Agencies	28,054,583	25,512,168	2,542,415	10.0%
Capital	10,262,132	3,718,161	6,543,971	176.0%
Total Expenses	\$426,126,269	\$395,645,262	\$30,481,007	7.7%
Transfers	5,627,786	28,269,086	(22,641,300)	-80.1%
Change in Fund Balance	\$17,161,547	(\$1,881,633)	\$19,043,180	

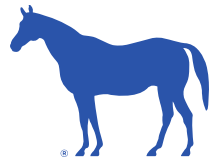
Questions?



LEXINGTON

ARPA FINANCIAL UPDATE

*Approved Budget and Actual Expenditures
Through April 30, 2026*



LEXINGTON

ARPA DASHBOARD

as of April 30, 2026



□ Unobligated □ Obligated □ Expended

Total ARPA Obligated
\$121.2 Million

100%

✓✓✓ December 31, 2024 Deadline ✓✓✓

Total ARPA Expended
\$121.0 Million

99.9%

December 31, 2026 Deadline

Projects Complete 81
Projects Underway 5

Funding Overview by ARPA Expenditure Category

Total Grant Budget

1. Public Health \$ 1,084,388 <1%

• 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 \$ 36,404,308 30%

• 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 \$ 6,791,327 6%

• 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 11%

• 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 \$ - 0%

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

6. Revenue Replacement for General Government \$ 62,614,351 52%

• 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.

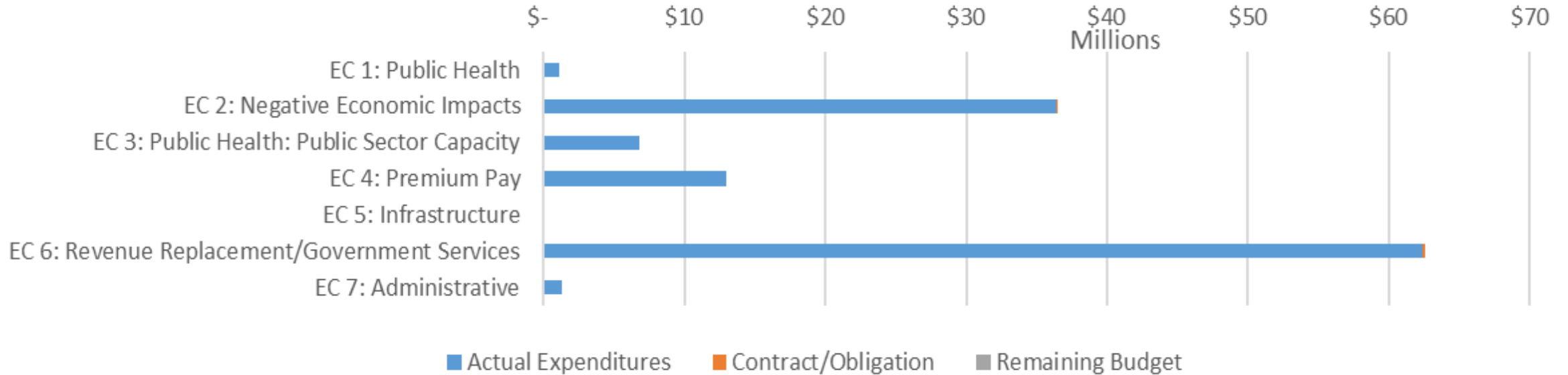
7. Administration \$ 1,329,677 1%

• 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 April 30, 2026



TOTAL EXPENDITURES THROUGH APRIL 30, 2026
\$120,967,390



ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

For the period through April 30, 2026

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

	Actuals	Budget	Variance
Expense			
EC 1: Public Health	\$ 1,084,388.39	\$ 1,084,388.39	\$ -
1.05 Personal Protective Equipment	\$ 5,762.59	\$ 5,762.59	\$ -
1.11 Community Violence Interventions	\$ 306,558.80	\$ 306,558.80	\$ -
1.11 Community Violence Interventions	\$ 262,067.00	\$ 262,067.00	\$ -
1.12 Mental Health Services	\$ 170,000.00	\$ 170,000.00	\$ -
1.12 Mental Health Services	\$ 170,000.00	\$ 170,000.00	\$ -
1.12 Mental Health Services	\$ 170,000.00	\$ 170,000.00	\$ -

All ARPA SLFRF funds have been obligated as of December 31, 2024, as required by the program guidelines.

This report will now reflect actual expenditures compared to project budgets for all ARPA projects as we move towards the December 31, 2026, expenditure deadline.



ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

			Actuals	Budget	Variance
Expense					
EC 2: Negative Economic Impacts			\$ 36,403,806.16	\$ 36,404,308.40	\$ 502.24
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Emergency Financial Assistance for Residents (FY22)	\$ 240,846.00	\$ 240,846.00	\$ -
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Emergency Financial Assistance for Residents (FY23)	\$ 251,776.00	\$ 251,776.00	\$ -
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Emergency Financial Assistance for Residents (FY24)	\$ 297,365.00	\$ 297,365.00	\$ -
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Recovery Supportive Living Assistance (FY22)	\$ 200,000.00	\$ 200,000.00	\$ -
2.02	Household Assistance: Rent, Mortgage, and Utility Aid	Recovery Supportive Living Assistance (FY23)	\$ 199,999.76	\$ 199,999.76	\$ -
2.10	Assistance to Unemployed or Underemployed Workers	Summer Youth Work Readiness Program	\$ 960,000.00	\$ 960,000.00	\$ -
2.15	Long-Term Housing Security: Affordable Housing	Shropshire Affordable Housing Project Site Improvements	\$ 750,000.00	\$ 750,000.00	\$ -
2.15	Long-Term Housing Security: Affordable Housing	Affordable Housing	\$ 10,000,000.00	\$ 10,000,000.00	\$ -
2.15	Long-Term Housing Security: Affordable Housing	Affordable Housing - Additional Allocation	\$ 3,125,000.00	\$ 3,125,000.00	\$ -
2.15	Long-Term Housing Security: Affordable Housing	Affordable Housing - Additional Allocation - FY24	\$ 4,001,790.00	\$ 4,001,790.00	\$ -
2.16	Long-Term Housing Security: Services for Unhoused Pe	OHPI Homelessness Allocation (FY22)	\$ 642,893.42	\$ 642,893.42	\$ -
2.16	Long-Term Housing Security: Services for Unhoused Pe	OHPI Homelessness Allocation (FY23)	\$ 824,261.76	\$ 824,764.00	\$ 502.24
2.16	Long-Term Housing Security: Services for Unhoused Pe	OHPI Homelessness Allocation (FY24)	\$ 750,000.00	\$ 750,000.00	\$ -
2.16	Long-Term Housing Security: Services for Unhoused Pe	Homelessness Contracts via Department of Housing and Community Development RFP	\$ 3,717,025.18	\$ 3,717,025.18	\$ -
2.16	Long-Term Housing Security: Services for Unhoused Pe	Homelessness Contracts - Non-Shelter Eligible Families/Individuals	\$ 159,827.97	\$ 159,827.97	\$ -
2.16	Long-Term Housing Security: Services for Unhoused Pe	COVID-19 Alternate Shelter for Winter Warming - 2022/2023	\$ 1,315,761.75	\$ 1,315,761.75	\$ -
2.12	Long-Term Housing Security: Services for Unhoused Pe	COVID-19 Alternate Shelter for Winter Warming - 2023/2024	\$ 1,072,000.00	\$ 1,072,000.00	\$ -
2.16	Long-Term Housing Security: Services for Unhoused Pe	Domestic Violence Sheltering: Greenhouse 17	\$ 400,000.00	\$ 400,000.00	\$ -
2.22	Strong Healthy Communities: Promote Health and Safe	Village Branch Library Construction	\$ 1,000,000.00	\$ 1,000,000.00	\$ -
2.22	Strong Healthy Communities: Promote Health and Safe	Black and Williams Center Improvements - Gymnasium	\$ 1,848,759.32	\$ 1,848,759.32	\$ -
2.22	Strong Healthy Communities: Promote Health and Safe	BCTC Dental Hygiene Clinic	\$ 2,000,000.00	\$ 2,000,000.00	\$ -
2.30	Technical Assistance, Counseling, or Business Planning	Minority Business Accelerator II - Reflect Lex	\$ 991,000.00	\$ 991,000.00	\$ -
2.34	Aid to Nonprofit Organizations	Explorium of Lexington - Children's Museum Assistance	\$ 125,000.00	\$ 125,000.00	\$ -
2.34	Aid to Nonprofit Organizations	LexArts Nonprofit Services Contract (FY22)	\$ 325,000.00	\$ 325,000.00	\$ -
2.34	Aid to Nonprofit Organizations	Lyric Theater Assistance	\$ 127,500.00	\$ 127,500.00	\$ -
2.34	Aid to Nonprofit Organizations	Radio Lex	\$ 78,000.00	\$ 78,000.00	\$ -
2.35	Aid to Tourism, Travel, or Hospitality	Visit LEX/Hospitality Industry Recovery	\$ 1,000,000.00	\$ 1,000,000.00	\$ -



ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

			Actuals	Budget	Variance
Expense					
EC 3: Public Health - Negative Economic Impact: Public Sector Capacity			\$ 6,791,326.62	\$ 6,791,326.62	\$ -
3.01	Public Sector Workforce	Social Services Department Personnel Expenses (FY23 and FY24)	\$ 6,000,000.00	\$ 6,000,000.00	\$ -
3.01	Public Sector Workforce	Social Services Department Personnel Expenses (FY25)	\$ 791,326.62	\$ 791,326.62	\$ -
EC 4: Premium Pay			\$ 12,954,006.73	\$ 12,954,006.73	\$ -
4.01	Premium Pay	Premium Pay for High Exposure LFUCG Staff	\$ 12,592,083.66	\$ 12,592,083.66	\$ -
4.01	Premium Pay	Premium Pay for Fayette County Sheriff's Office	\$ 361,923.07	\$ 361,923.07	\$ -
EC 6: Revenue Replacement/Government Services			\$ 62,404,184.49	\$ 62,614,350.64	\$ 210,166.15
6.01	Provision of Government Services	Economic Development Grants to Service Partners	\$ 298,744.60	\$ 298,744.60	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Berry Hill Park - Basketball Court	\$ 175,000.00	\$ 175,000.00	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Buckhorn Park - Phase II Improvements	\$ 44,999.15	\$ 44,999.15	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Dogwood Park - Basketball Court	\$ 69,073.42	\$ 69,073.42	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Gardenside Park - Playground	\$ 148,745.57	\$ 148,745.57	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Ecton Park Restrooms and Concessions	\$ 457,400.00	\$ 457,400.00	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Lakeside Irrigation Replacement	\$ 1,442,000.00	\$ 1,442,000.00	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Masterson Station Park - Playground	\$ 147,478.33	\$ 147,478.33	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Meadowthorpe Park - Roof Repair	\$ 78,585.03	\$ 78,585.03	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Raven Run Park - Prather House Roof Repair	\$ 154,998.00	\$ 154,998.00	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Shilito Park - Access Imprvmnt Parking Lot Construction	\$ 297,206.20	\$ 297,206.20	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Southland Park - Access Imprvmnt Parking Repairs	\$ 202,793.80	\$ 202,793.80	\$ -
6.01	Provision of Government Services	Nbhood Rec Imprvmnts - Woodland Park - Restroom Facilities	\$ 527,912.99	\$ 527,912.99	\$ -



ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

			Actuals	Budget	Variance
Expense					
EC 6: Revenue Replacement/Government Services			\$ 62,404,184.49	\$ 62,614,350.64	\$ 210,166.15
6.01	Provision of Government Services	Nbhod Rec Imprvmtns - Mary Todd Park - Basketball Court	\$ 97,441.81	\$ 97,441.81	\$ -
6.01	Provision of Government Services	Access to Quality Green Space for Disadvantaged Pop - ADA Imprvmtns at Parks for Inclusiv	\$ 125,000.00	\$ 125,000.00	\$ -
6.01	Provision of Government Services	Cardinal Run North Park Development	\$ 10,386,636.66	\$ 10,418,886.66	\$ 32,250.00
6.01	Provision of Government Services	Access to Quality Green Space in QCT - Northeastern Park - Playground	\$ 250,000.00	\$ 250,000.00	\$ -
6.01	Provision of Government Services	Access to Quality Green Space in QCT - Phoenix Park - Inclusive Use and Development Stud	\$ 150,000.00	\$ 150,000.00	\$ -
6.01	Provision of Government Services	Access to Quality Green Space in QCT - Pine Meadows Park - Playground and Park Imprvmn	\$ 153,404.40	\$ 153,404.40	\$ -
6.01	Provision of Government Services	Access to Quality Green Space in QCT - River Hill Park - Sports Courts	\$ 190,876.05	\$ 190,876.05	\$ -
6.01	Provision of Government Services	General Neighborhood Parks and Recreation Improvements	\$ 3,954,465.47	\$ 3,954,465.47	\$ -
6.01	Provision of Government Services	Parks Master Plan - QCT Areas	\$ 4,187,569.00	\$ 4,187,569.00	\$ -
6.01	Provision of Government Services	Parks Master Plan - Maintenance	\$ 1,104,582.26	\$ 1,104,582.26	\$ -
6.01	Provision of Government Services	Parks Master Plan - Aquatics	\$ 7,012,717.41	\$ 7,027,717.41	\$ 15,000.00
6.01	Provision of Government Services	ADA Transition Plan	\$ 200,000.00	\$ 200,000.00	\$ -
6.01	Provision of Government Services	Pam Miller Downtown Arts Center Renovation	\$ 2,675,000.00	\$ 2,675,000.00	\$ -
6.01	Provision of Government Services	Government Employee Pay Supplements	\$ 4,436,928.18	\$ 4,436,928.18	\$ -
6.01	Provision of Government Services	Critical Government Needs - Broadband Study with Scott County	\$ 19,571.25	\$ 19,571.25	\$ -
6.01	Provision of Government Services	Coldstream Industrial Park Campus Infrastructure	\$ 2,548,210.00	\$ 2,548,210.00	\$ -
6.01	Provision of Government Services	Bike/Ped - Brighton	\$ 96,010.00	\$ 116,310.00	\$ 20,300.00
6.01	Provision of Government Services	Bike/Ped - Harrodsburg	\$ 571,276.02	\$ 713,892.17	\$ 142,616.15
6.01	Provision of Government Services	Bike/Ped - Town Branch Trail (Manchester)	\$ 67,500.00	\$ 67,500.00	\$ -
6.01	Provision of Government Services	Jefferson Street Viaduct	\$ 1,096,661.00	\$ 1,096,661.00	\$ -
6.01	Provision of Government Services	Fire SCBA	\$ 3,075,869.75	\$ 3,075,869.75	\$ -
6.01	Provision of Government Services	Public Safety Fleet	\$ 1,500,000.00	\$ 1,500,000.00	\$ -
6.01	Provision of Government Services	Code Enforcement Grants for Residents with Low Income (FY22)	\$ 200,000.00	\$ 200,000.00	\$ -
6.01	Provision of Government Services	Code Enforcement Grants for Residents with Low Income (FY23)	\$ 200,000.00	\$ 200,000.00	\$ -



ARPA State and Local Fiscal Recovery Funds Revenue and Expense Report

			Actuals	Budget	Variance
Expense					
EC 6: Revenue Replacement/Government Services			\$ 62,404,184.49	\$ 62,614,350.64	\$ 210,166.15
6.01	Provision of Government Services	Workforce Development Grants to Service Partners (FY22)	\$ 399,727.85	\$ 399,727.85	\$ -
6.01	Provision of Government Services	Workforce Development Grants to Service Partners (FY23)	\$ 400,000.00	\$ 400,000.00	\$ -
6.01	Provision of Government Services	Workforce Development (Other)	\$ 150,000.00	\$ 150,000.00	\$ -
6.01	Provision of Government Services	LexArts (FY24)	\$ 325,000.00	\$ 325,000.00	\$ -
6.01	Provision of Government Services	Non-Profit Capital Grants	\$ 6,148,295.97	\$ 6,148,295.97	\$ -
6.01	Provision of Government Services	Lexington Community Land Trust - Davis Bottom Community Center	\$ 2,000,000.00	\$ 2,000,000.00	\$ -
6.01	Provision of Government Services	Housing Stabilization - Hope Center Transitional Housing	\$ 2,000,000.00	\$ 2,000,000.00	\$ -
6.01	Provision of Government Services	Family Care Center Improvements	\$ 60,000.00	\$ 60,000.00	\$ -
6.01	Provision of Government Services	Public Safety Technology Equipment Purchase - MDC	\$ 489,999.58	\$ 489,999.58	\$ -
6.01	Provision of Government Services	Public Safety Technology Equipment Purchase - Laptop	\$ 99,820.34	\$ 99,820.34	\$ -
6.01	Provision of Government Services	Solarize Lexington Energy Efficiency Grant Program for Low Income Homeowners	\$ 1,986,684.40	\$ 1,986,684.40	\$ -
EC 7: Administrative			\$ 1,329,677.22	\$ 1,329,677.22	\$ -
7.01	Administrative Expenses	ARPA Administrative Services	\$ 1,329,677.22	\$ 1,329,677.22	\$ -
Total Expenses			\$ 120,967,389.61	\$ 121,178,058.00	\$ 210,668.39
TOTAL - ARPA SLFRF			\$ 210,668.39	\$ -	\$ (210,668.39)

Questions?

Hilary Angelucci

American Rescue Plan Act Project Manager

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LEXINGTON