

City of Lexington
Notice of Public Hearing

The Mayor and Board of Aldermen for the City of Lexington will hold a public hearing on Monday the 13th day of July 2026 at 6:00 p.m. in the Meeting Room at the Lexington Utilities Operations Facility, 180 Maple Street, for the second reading on the proposed 2026/2027 budget ordinance. All citizens are welcome to participate. The City of Lexington does hereby provide the following financial information in accordance with the requirements of Tennessee Code Annotated Title 6, Chapter 56, Section 206. The 2026/2027 proposed General Fund Budget using the current City Property Tax Rate of \$1.1929 per \$100 of assessed value as estimate while the city awaits state assessed Certified Tax Rate.

JULY 1, 2026 THROUGH JUNE 30, 2027

| 110 - General Fund | FY 2025 Actual | FY 2026 Estimated | FY 2027 Proposed |
|-------------------------------|-------------------|----------------------|---------------------|
| Revenues | | | |
| Local Taxes | \$ 7,777,604 | \$ 7,443,860 | \$ 8,308,598 |
| State of Tennessee | \$ 40,123 | \$ 59,757 | \$ 34,750 |
| Federal Government | \$ 2,352,163 | \$ 1,605,657 | \$ 2,025,453 |
| Other Sources | \$ 1,121,086 | \$ 935,459 | \$ 816,356 |
| Total Revenues | 11,290,977.12 | \$ 10,044,734 | \$ 11,185,157 |
| Expenditures | | | |
| Salaries | \$ 4,755,938 | \$ 5,196,394 | \$ 5,279,208 |
| Other Costs | \$ 5,135,281 | \$ 5,264,884 | \$ 5,769,985 |
| Total Expenditures | \$ 9,891,219 | \$ 10,461,278 | \$ 11,049,193 |
| Other Financing Uses | | | |
| Transfers Out | \$ 142,622 | \$ - | \$ 60,000 |
| Total Appropriations | \$ 10,033,841 | \$ 10,461,278 | \$ 11,109,193 |
| Change | \$ 1,257,136 | \$ (416,544) | \$ 75,964 |
| Beginning Fund Balance | \$ 6,977,315 | \$ 8,234,451 | \$ 7,817,907 |
| Ending Fund Balance - June 30 | \$ 8,234,451 | \$ 7,817,907 | \$ 7,893,871 |
| Number FTE Employees | 74 | 73 | 76 |

| 121 - State Street Aid Fund | FY 2025 Actual | FY 2026 Estimated | FY 2027 Proposed |
|-------------------------------|-------------------|----------------------|---------------------|
| Revenues | | | |
| Intergovernmental Revenue | \$ 278,331 | \$ 276,830 | \$ 278,000 |
| Other Sources | \$ 13,909 | \$ 6,852 | \$ 7,000 |
| Total Revenues | \$ 292,240 | \$ 283,681 | \$ 285,000 |
| Expenditures | | | |
| Street Maintenance | \$ 186,658 | \$ 136,472 | \$ 117,000 |
| Street Lights - Electric | \$ 231,946 | \$ 242,245 | \$ 230,000 |
| Other Costs | \$ - | \$ - | \$ - |
| Total Expenditures | \$ 418,604 | \$ 378,717 | \$ 347,000 |
| Change | \$ (126,364) | \$ (95,036) | \$ (62,000) |
| Beginning Fund Balance | \$ 406,686 | \$ 280,322 | \$ 185,286 |
| Ending Fund Balance - June 30 | \$ 280,322 | \$ 185,286 | \$ 123,286 |
| Number FTE Employees | | | |

| 123 - Sales Tax Fund | | FY 2025 | FY 2026 | FY 2027 |
|-------------------------------|--------------------|--------------|----------------|--------------|
| | | Actual | Estimated | Proposed |
| Revenues | | | | |
| Local Taxes | | \$ 2,027,782 | \$ 1,861,604 | \$ 2,072,246 |
| Other Sources | | \$ 20,663 | \$ 17,985 | \$ 19,000 |
| | Total Revenues | \$ 2,048,445 | \$ 1,879,589 | \$ 2,091,246 |
| Expenditures | | | | |
| Other Costs | | \$ 1,125,636 | \$ 2,483,393 | \$ 2,681,900 |
| Debt Service | | \$ 478,425 | \$ 480,428 | \$ - |
| | Total Expenditures | \$ 1,604,061 | \$ 2,963,821 | \$ 2,681,900 |
| Change | | \$ 444,384 | \$ (1,084,232) | \$ (590,654) |
| Beginning Fund Balance | | \$ 3,113,315 | \$ 3,557,699 | \$ 2,473,466 |
| Ending Fund Balance - June 30 | | \$ 3,557,699 | \$ 2,473,466 | \$ 1,882,812 |

| 124 - Drug Fund | | FY 2025 | FY 2026 | FY 2027 |
|-------------------------------|--------------------|------------|------------|--------------|
| | | Actual | Estimated | Proposed |
| Revenues | | | | |
| Court Fines and Costs | | \$ 137,093 | \$ 198,113 | \$ 79,600 |
| Other Sources | | \$ 49,776 | \$ 20,275 | \$ 4,500 |
| Transfer In | | \$ 72,622 | \$ - | \$ - |
| | Total Revenues | \$ 259,491 | \$ 218,388 | \$ 84,100 |
| Expenditures | | | | |
| Other Costs | | \$ 198,574 | \$ 20,282 | \$ 475,000 |
| | Total Expenditures | \$ 198,574 | \$ 20,282 | \$ 475,000 |
| Change | | \$ 60,916 | \$ 198,106 | \$ (390,900) |
| Beginning Fund Balance | | \$ 228,019 | \$ 288,935 | \$ 487,042 |
| Ending Fund Balance - June 30 | | \$ 288,935 | \$ 487,042 | \$ 96,142 |

| 125 - DARE Fund | | FY 2025 | FY 2026 | FY 2027 |
|-------------------------------|--------------------|----------|-----------|------------|
| | | Actual | Estimated | Proposed |
| Revenues | | | | |
| Other Sources | | \$ - | \$ - | \$ - |
| Transfers In | | \$ 3,500 | \$ 5,000 | \$ 5,000 |
| | Total Revenues | \$ 3,500 | \$ 5,000 | \$ 5,000 |
| Expenditures | | | | |
| Other Costs | | \$ 1,731 | \$ 216 | \$ 9,700 |
| | Total Expenditures | \$ 1,731 | \$ 216 | \$ 9,700 |
| Change | | \$ 1,769 | \$ 4,784 | \$ (4,700) |
| Beginning Fund Balance | | \$ 3,218 | \$ 4,987 | \$ 9,771 |
| Ending Fund Balance - June 30 | | \$ 4,987 | \$ 9,771 | \$ 5,071 |

| 126 - E Citation Fund | | FY 2025 | FY 2026 | FY 2027 |
|-----------------------|--------------------|----------|-----------|----------|
| | | Actual | Estimated | Proposed |
| Revenues | | | | |
| Fines and Fees | | \$ 4,007 | \$ 3,496 | \$ 3,500 |
| Other Sources | | \$ 1,384 | \$ 1,375 | \$ 1,150 |
| | Total Revenues | \$ 5,391 | \$ 4,871 | \$ 4,650 |
| Expenditures | | | | |
| Other Costs | | \$ - | \$ - | \$ - |
| | Total Expenditures | \$ - | \$ - | \$ - |
| Change | | \$ 5,391 | \$ 4,871 | \$ 4,650 |

| | | | | | | |
|-------------------------------|----|--------|----|--------|----|--------|
| Beginning Fund Balance | \$ | 4,884 | \$ | 10,275 | \$ | 15,146 |
| Ending Fund Balance - June 30 | \$ | 10,275 | \$ | 15,146 | \$ | 19,796 |

| 127 - Federal Drug Fund | | FY 2025 | FY 2026 | FY 2027 |
|-------------------------------|----|---------|------------|-------------|
| | | Actual | Estimated | Proposed |
| Revenues | | | | |
| Federal Revenue Sharing Funds | \$ | 16,251 | \$ 25,528 | \$ 15,000 |
| Other Sources | \$ | 22 | \$ 430 | \$ - |
| Transfers In | \$ | 63,728 | \$ - | \$ - |
| Total Revenues | \$ | 80,002 | \$ 25,958 | \$ 15,000 |
| Expenditures | | | | |
| Capital Equipment | \$ | - | \$ - | \$ 101,000 |
| Other Costs | \$ | 1 | \$ 1 | \$ - |
| Total Expenditures | \$ | 1 | \$ 1 | \$ 101,000 |
| Change | \$ | 80,001 | \$ 25,957 | \$ (86,000) |
| Beginning Fund Balance | \$ | - | \$ 80,001 | \$ 105,958 |
| Ending Fund Balance - June 30 | \$ | 80,001 | \$ 105,958 | \$ 19,958 |

| 128 - Home Grant | | FY 2025 | FY 2026 | FY 2027 |
|-------------------------------|----|---------|-----------|----------|
| | | Actual | Estimated | Proposed |
| Revenues | | | | |
| Grant | \$ | - | \$ - | \$ - |
| Other Sources | \$ | - | \$ - | \$ - |
| Total Revenues | \$ | - | \$ - | \$ - |
| Expenditures | | | | |
| Home Rehab | \$ | - | \$ - | \$ - |
| Administration | \$ | - | \$ - | \$ - |
| Total Expenditures | \$ | - | \$ - | \$ - |
| Change | \$ | - | \$ - | \$ - |
| Beginning Fund Balance | \$ | 163 | \$ 163 | \$ 163 |
| Ending Fund Balance - June 30 | \$ | 163 | \$ 163 | \$ 163 |

| 131 - Solid Waste | | FY 2025 | FY 2026 | FY 2027 |
|-------------------------------|----|-----------|--------------|--------------|
| | | Actual | Estimated | Proposed |
| Revenues | | | | |
| Landfill Operations | \$ | 1,891,539 | \$ 1,927,892 | \$ 1,945,000 |
| Other Sources | \$ | 2,631 | \$ 3,516 | \$ 62,400 |
| Total Revenues | \$ | 1,894,171 | \$ 1,931,408 | \$ 2,007,400 |
| Expenditures | | | | |
| Salaries | \$ | 418,569 | \$ 502,819 | \$ 613,340 |
| Other Costs | \$ | 1,355,897 | \$ 1,367,815 | \$ 1,584,079 |
| Total Expenditures | \$ | 1,774,465 | \$ 1,870,634 | \$ 2,197,419 |
| Change | \$ | 119,705 | \$ 60,774 | \$ (190,019) |
| Beginning Fund Balance | \$ | 498,073 | \$ 617,778 | \$ 678,552 |
| Ending Fund Balance - June 30 | \$ | 617,778 | \$ 678,552 | \$ 488,533 |
| Number FTE Employees | | 9 | 9 | 11 |

| 211 - Debt Service Fund | | FY 2025 | FY 2026 | FY 2027 |
|-------------------------|----|---------|-----------|------------|
| | | Actual | Estimated | Proposed |
| Revenues | | | | |
| Other Sources | \$ | 107 | \$ 93 | \$ 800,100 |

| | | | | | | |
|-------------------------------|----|-------|----|-------|----|---------|
| Total Revenues | \$ | 107 | \$ | 93 | \$ | 800,100 |
| Expenditures | | | | | | |
| Debt Service | \$ | - | \$ | - | \$ | 612,185 |
| Total Expenditures | \$ | - | \$ | - | \$ | 612,185 |
| Change | \$ | 107 | \$ | 93 | \$ | 187,915 |
| Beginning Fund Balance | \$ | 2,236 | \$ | 2,343 | \$ | 2,436 |
| Ending Fund Balance - June 30 | \$ | 2,343 | \$ | 2,436 | \$ | 190,352 |

| 311 - Capital Projects Fund | | FY 2025 Actual | | FY 2026 Estimated | | FY 2027 Proposed |
|-------------------------------|----|-------------------|----|----------------------|----|---------------------|
| Revenues | | | | | | |
| Other Sources | \$ | 357,781 | \$ | 691,551 | \$ | 5,735,744 |
| Total Revenues | \$ | 357,781 | \$ | 691,551 | \$ | 5,735,744 |
| Expenditures | | | | | | |
| Capital Projects | \$ | 220,860 | \$ | 1,387,386 | \$ | 5,641,668 |
| Other Costs | \$ | 80,009 | \$ | 47,702 | \$ | 41,450 |
| Total Expenditures | \$ | 300,869 | \$ | 1,435,088 | \$ | 5,683,118 |
| Change | \$ | 56,912 | \$ | (743,537) | \$ | 52,626 |
| Beginning Fund Balance | \$ | 1,165,290 | \$ | 1,222,202 | \$ | 478,665 |
| Ending Fund Balance - June 30 | \$ | 1,222,202 | \$ | 478,665 | \$ | 531,291 |

| General Purpose School Fund Fund 141 | | FY 2025 Actual | | FY 2026 Estimated | | FY 2027 Proposed |
|---|----|-------------------|----|----------------------|----|---------------------|
| Revenues | | | | | | |
| Local Taxes | \$ | 2,351,948 | \$ | 2,237,400 | \$ | 2,237,400 |
| State of Tennessee | \$ | 6,743,123 | \$ | 7,283,082 | \$ | 7,283,082 |
| Federal | \$ | - | \$ | - | \$ | - |
| Other Sources | \$ | 1,594,676 | \$ | 13,800 | \$ | 135,266 |
| Total Revenues | \$ | 10,689,747 | \$ | 9,534,282 | \$ | 9,655,748 |
| Expenditures | | | | | | |
| Salaries | \$ | 5,830,786 | \$ | 4,707,662 | \$ | 5,643,490 |
| Instructional | \$ | 1,024,171 | \$ | 1,617,887 | \$ | 1,726,288 |
| Support | \$ | 454,385 | \$ | 236,368 | \$ | 299,650 |
| Administration | \$ | 1,250,002 | \$ | 755,072 | \$ | 791,639 |
| Other Costs | \$ | 2,246,308 | \$ | 2,217,293 | \$ | 1,194,681 |
| Total Expenditures | \$ | 10,805,652 | \$ | 9,534,282 | \$ | 9,655,748 |
| Beginning Fund Balance July 1 | \$ | 2,628,215 | \$ | 2,512,310 | \$ | 2,512,310 |
| Ending Fund Balance June 30 | \$ | 2,512,310 | \$ | 2,512,310 | \$ | 2,512,310 |
| Number FTE Employees | | 124 | | 124 | | 124 |

| School Federal Projects Fund Fund 142 | | FY 2025 Actual | | FY 2026 Estimated | | FY 2027 Proposed |
|--|----|-------------------|----|----------------------|----|---------------------|
| Revenues | | | | | | |
| Local Taxes | \$ | - | \$ | - | \$ | - |
| State of Tennessee | \$ | - | \$ | - | \$ | - |
| Federal | \$ | 554,431 | \$ | 555,610 | \$ | 555,610 |
| Other Sources | \$ | - | \$ | - | \$ | (6,527) |
| Total Revenues | \$ | 554,431 | \$ | 555,610 | \$ | 549,083 |
| Expenditures | | | | | | |
| Instructional | \$ | 158,504 | \$ | 126,378 | \$ | 130,864 |
| Support | \$ | 162,193 | \$ | 199,333 | \$ | 197,523 |
| Administration | \$ | 227,170 | \$ | 223,150 | \$ | 213,948 |
| Other Costs | \$ | 6,564 | \$ | 6,749 | \$ | 6,748 |

| | | | | | | |
|--------------------------------------|----|---------|----|---------|----|---------|
| Total Expenditures | \$ | 554,431 | \$ | 555,610 | \$ | 549,083 |
| Beginning Fund Balance July 1 | \$ | - | \$ | - | \$ | - |
| Ending Fund Balance June 30 | \$ | - | \$ | - | \$ | - |

| School Nutrition Program Fund Fund 143 | FY 2025 Actual | FY 2026 Estimated | FY 2027 Proposed |
|---|---------------------------|------------------------------|-----------------------------|
| Revenues | | | |
| Local Taxes | \$ - | \$ - | \$ - |
| State of Tennessee | \$ 426,063 | \$ 462,105 | \$ 455,224 |
| Federal | \$ - | \$ - | \$ - |
| Other Sources | \$ 392,149 | \$ 340,100 | \$ 324,100 |
| Total Revenues | \$ 818,212 | \$ 802,205 | \$ 779,324 |
| Expenditures | | | |
| Food Services | \$ 841,381 | \$ 802,205 | \$ 779,324 |
| Total Expenditures | \$ 841,381 | \$ 802,205 | \$ 779,324 |
| Beginning Fund Balance July 1 | \$ 130,279 | \$ 107,110 | \$ 107,110 |
| Ending Fund Balance June 30 | \$ 107,110 | \$ 107,110 | \$ 107,110 |

| School Education Debt Service | FY 2025 Actual | FY 2026 Estimated | FY 2027 Proposed |
|--------------------------------------|---------------------------|------------------------------|-----------------------------|
| Revenues | | | |
| Transfers In | \$ 476,270 | \$ 500,000 | \$ 500,000 |
| Total Revenues | \$ 476,270 | \$ 500,000 | \$ 500,000 |
| Expenditures | | | |
| Principal | \$ 428,041 | \$ 450,000 | \$ 450,000 |
| Interest | \$ 48,229 | \$ 50,000 | \$ 50,000 |
| Total Expenditures | \$ 476,270 | \$ 500,000 | \$ 500,000 |
| Beginning Fund Balance July 1 | \$ - | \$ - | \$ - |
| Ending Fund Balance June 30 | \$ - | \$ - | \$ - |

| 411 - Water Fund | 2025 Actual | 2026 Estimated | 2027 Proposed |
|---|------------------------|---------------------------|--------------------------|
| Operating Revenues | | | |
| Water Sales | \$ 6,841,316 | \$ 7,500,000 | \$ 7,663,000 |
| Sewer Sales | \$ 2,635,786 | \$ 2,839,422 | \$ 3,037,000 |
| Other Sources | \$ 817,244 | \$ 1,031,399 | \$ 1,006,450 |
| Total Operating Revenues | \$ 10,294,346 | \$ 11,370,821 | \$ 11,706,450 |
| Operating Expenses | | | |
| Salaries | \$ 2,254,903 | \$ 2,542,629 | \$ 2,644,163 |
| Water Distribution | \$ 2,531,958 | \$ 2,567,179 | \$ 2,765,891 |
| Water Purification | \$ 1,690,026 | \$ 1,704,428 | \$ 1,833,987 |
| Wastewater - Lexington | \$ 1,211,910 | \$ 1,327,390 | \$ 1,582,826 |
| Wastewater Treatment Plant | \$ 716,276 | \$ 722,717 | \$ 678,272 |
| Wastewater - Parkers Crossroads | \$ 37,807 | \$ 36,266 | \$ 37,500 |
| Total Operating Expenses | \$ 8,442,880 | \$ 8,900,609 | \$ 9,542,639 |
| Nonoperating Revenues (Expenses) | | | |
| Water Nonoperating Revenues | \$ 3,105,533 | \$ 6,714,553 | \$ 5,308,685 |
| Water Nonoperating Expenses | \$ (280,857) | \$ (301,326) | \$ (378,719) |
| Wastewater Nonoperating Revenues | \$ 30,108 | \$ 22,606 | \$ - |
| Wastewater Nonoperating Expenses | \$ (178,580) | \$ (246,827) | \$ (274,238) |
| Total Nonoperating Revenues (Expenses) | \$ 2,676,204 | \$ 6,189,006 | \$ 4,655,728 |
| Transfers | | | |
| Water Transfers Out | \$ 45,781 | \$ 45,780 | \$ 45,780 |
| Wastewater Transfers Out | \$ 104,756 | \$ 104,760 | \$ 105,000 |

| | | | | | | |
|-------------------------------|-----------|------------------|-----------|------------------|-----------|------------------|
| Total Transfers | \$ | 150,537 | \$ | 150,540 | \$ | 150,780 |
| Change in Net Position | \$ | 4,377,133 | \$ | 8,508,678 | \$ | 6,668,759 |
| Beginning Net Position | \$ | 18,461,681 | \$ | 22,838,814 | \$ | 31,347,492 |
| Ending Net Position - June 30 | \$ | 22,838,814 | \$ | 31,347,492 | \$ | 38,016,251 |
| Number FTE Employees | | 39 | | 40 | | 40 |

| 415 - Gas Fund | | 2025 Actual | | 2026 Estimated | | 2027 Proposed |
|---|-----------|------------------|-----------|-------------------|-----------|------------------|
| Operating Revenues | | | | | | |
| Natural Gas Sales - PGA | \$ | 2,698,363 | \$ | 3,638,613 | \$ | 3,800,000 |
| Natural Gas Sales - Delivery | \$ | 3,231,486 | \$ | 3,585,804 | \$ | 3,900,000 |
| Transportation | \$ | 619,804 | \$ | 565,184 | \$ | 550,000 |
| Other Sources | \$ | 326,934 | \$ | 410,448 | \$ | 336,400 |
| Total Operating Revenues | \$ | 6,876,587 | \$ | 8,200,049 | \$ | 8,586,400 |
| Operating Expenses | | | | | | |
| Salaries | \$ | 1,610,111 | \$ | 1,576,492 | \$ | 1,612,754 |
| Natural Gas Purchases | \$ | 2,867,436 | \$ | 3,968,814 | \$ | 3,807,000 |
| Other Costs | \$ | 2,701,105 | \$ | 2,406,746 | \$ | 2,706,278 |
| Total Operating Expenses | \$ | 7,178,652 | \$ | 7,952,052 | \$ | 8,126,032 |
| Nonoperating Revenues (Expenses) | | | | | | |
| Nonoperating Revenues | \$ | 237,608 | \$ | 255,591 | \$ | 253,925 |
| Nonoperating Expenses | \$ | (75,500) | \$ | (140,735) | \$ | (139,205) |
| Total Nonoperating Revenues (Expenses) | \$ | 162,108 | \$ | 114,856 | \$ | 114,720 |
| Transfers | | | | | | |
| Transfers Out | \$ | 213,202 | \$ | 262,624 | \$ | 275,000 |
| Total Transfers | \$ | 213,202 | \$ | 262,624 | \$ | 275,000 |
| Change in Net Position | \$ | (353,159) | \$ | 100,229 | \$ | 300,088 |
| Beginning Net Position | \$ | 12,969,725 | \$ | 12,616,566 | \$ | 12,716,795 |
| Ending Net Position - June 30 | \$ | 12,616,566 | \$ | 12,716,795 | \$ | 13,016,883 |
| Number FTE Employees | | 28 | | 27 | | 27 |

| Electric Fund | | 2025 Actual | | 2026 Estimated | | 2027 Proposed |
|---|-----------|-------------------|-----------|-------------------|-----------|-------------------|
| Operating Revenues | | | | | | |
| Electric Sales | \$ | 54,008,953 | \$ | 55,851,097 | \$ | 56,124,000 |
| Other Sources | \$ | 2,502,803 | \$ | 3,830,706 | \$ | 4,529,000 |
| Total Operating Revenues | \$ | 56,511,756 | \$ | 59,681,803 | \$ | 60,653,000 |
| Operating Expenses | | | | | | |
| Salaries | \$ | 4,690,335 | \$ | 4,474,231 | \$ | 5,137,000 |
| Power Cost | \$ | 40,011,300 | \$ | 41,226,952 | \$ | 41,679,000 |
| Other Costs | \$ | 8,120,547 | \$ | 8,393,150 | \$ | 9,592,000 |
| Total Operating Expenses | \$ | 52,822,182 | \$ | 54,094,333 | \$ | 56,408,000 |
| Nonoperating Revenues (Expenses) | | | | | | |
| Interest Income | \$ | 663,303 | \$ | 626,464 | \$ | 589,000 |
| Misc Income | \$ | 13,653 | \$ | 53,223 | \$ | - |
| Total Nonoperating Revenues (Expenses) | \$ | 676,956 | \$ | 679,687 | \$ | 589,000 |
| Debt Expense | | | | | | |
| Debt Expenses | \$ | 1,764,625 | \$ | 2,000,409 | \$ | 1,982,000 |
| Total Debt Expense | \$ | 1,764,625 | \$ | 2,000,409 | \$ | 1,982,000 |
| Transfers | | | | | | |
| Transfers Out | \$ | 1,595,629 | \$ | 1,599,653 | \$ | 1,643,000 |
| Total Transfers | \$ | 1,595,629 | \$ | 1,599,653 | \$ | 1,643,000 |
| Change in Net Position | \$ | 1,006,276 | \$ | 2,667,095 | \$ | 1,209,000 |
| Beginning Net Position | \$ | 36,040,335 | \$ | 37,046,611 | \$ | 39,713,706 |
| Ending Net Position - June 30 | \$ | 37,046,611 | \$ | 39,713,706 | \$ | 40,922,706 |

Number FTE Employees

52

52

52

| Broadband Fund | 2025 Actual | 2026 Estimated | 2027 Proposed |
|---|---------------------|---------------------|---------------------|
| Operating Revenues | | | |
| Sales | \$ 3,166,229 | \$ 6,124,046 | \$ 7,054,000 |
| Other Sources | \$ - | \$ - | \$ - |
| Total Operating Revenues | \$ 3,166,229 | \$ 6,124,046 | \$ 7,054,000 |
| Operating Expenses | | | |
| Salaries | \$ 441,269 | \$ 807,386 | \$ 931,000 |
| Distribution Expenses | \$ 1,649,308 | \$ 3,617,778 | \$ 4,382,000 |
| Other Costs | \$ 516,358 | \$ 718,183 | \$ 1,212,000 |
| Total Operating Expenses | \$ 2,606,935 | \$ 5,143,347 | \$ 6,525,000 |
| Nonoperating Revenues (Expenses) | | | |
| Interest Income | \$ 129,363 | \$ 120,516 | \$ 116,000 |
| Misc Income | \$ - | \$ - | \$ - |
| Total Nonoperating Revenues (Expenses) | \$ 129,363 | \$ 120,516 | \$ 116,000 |
| Debt Expense | | | |
| Debt Expenses | \$ 63,970 | \$ 73,690 | \$ 70,000 |
| Total Debt Expense | \$ 63,970 | \$ 73,690 | \$ 70,000 |
| Transfers | | | |
| Transfers Out | \$ - | \$ - | \$ 38,000 |
| Total Transfers | \$ - | \$ - | \$ 38,000 |
| Change in Net Position | \$ 624,687 | \$ 1,027,525 | \$ 537,000 |
| Beginning Net Position | \$ 109,076 | \$ 733,763 | \$ 1,761,288 |
| Ending Net Position - June 30 | \$ 733,763 | \$ 1,761,288 | \$ 2,298,288 |
| Number FTE Employees | 6 | 8 | 9 |

The governing body presents the following actual, estimated, and projected fund balances:

| | FY 2025 Actual | FY 2026 Estimated | FY 2027 Proposed |
|-------------------------------|-------------------|----------------------|---------------------|
| General Fund | \$ 8,234,451 | \$ 7,817,907 | \$ 7,893,871 |
| Solid Waste Fund | \$ 617,778 | \$ 678,552 | \$ 488,533 |
| State Street Aid | \$ 280,322 | \$ 185,286 | \$ 123,286 |
| Sales Tax Fund | \$ 3,557,699 | \$ 2,473,466 | \$ 1,882,812 |
| Drug Fund | \$ 288,935 | \$ 487,042 | \$ 96,142 |
| DARE Fund | \$ 4,987 | \$ 9,771 | \$ 5,071 |
| E Citation Fund | \$ 10,275 | \$ 15,146 | \$ 19,796 |
| Federal Drug Fund | \$ 80,001 | \$ 105,958 | \$ 19,958 |
| Home Grant | \$ 163 | \$ 163 | \$ 163 |
| Debt Service | \$ 2,343 | \$ 2,436 | \$ 190,352 |
| Capital Projects | \$ 1,222,202 | \$ 478,665 | \$ 531,291 |
| General Purpose School Fund | \$ 2,512,310 | \$ 2,512,310 | \$ 2,512,310 |
| School Federal Projects Fund | \$ - | \$ - | \$ - |
| School Nutrition Program Fund | \$ 107,110 | \$ 107,110 | \$ 107,110 |
| School Education Debt Service | \$ - | \$ - | \$ - |
| Water Fund | \$ 22,838,814 | \$ 31,347,492 | \$ 38,016,251 |
| Gas Fund | \$ 12,616,566 | \$ 12,716,795 | \$ 13,016,883 |
| Electric Fund | \$ 37,046,611 | \$ 39,713,706 | \$ 40,922,706 |
| Broadband Fund | \$ 733,763 | \$ 1,761,288 | \$ 2,298,288 |

The budget and supporting data are public record and are available for public inspection at the office of the City Recorder/CFO in City Hall at 33 First Street during normal office hours (731-968-6657) and the City of Lexington website; lexingtontn.gov .