

**CITY OF LEXINGTON
WORKSHOP AGENDA
Thursday, August 21, 2025
Immediately following Council meeting
City Hall**

1. Call to Order: Mayor Murphy

2. Roll Call: DeVries – Benson – Mahr and Hunt

3. Discussion Items:

A. Discuss 2026 Preliminary Budget Proposal and Preliminary General Levy **pp. 1-2**

4. Staff Input

5. Council Input

6. Adjourn

To: Lexington Mayor and Council Members
From: Bill Petracek, ~~City Administrator~~; Hristo (Chris) Galiov, Finance Director
Date: August 11, 2025
Re: Preliminary Budget and Levy Discussion

Preliminary 2026 Proposed Budget Highlights

Attached are the proposed capital improvements/equipment/outlay and increased budgetary items for the 2026 budget for your review prior to the City Council meeting. I will have a more detailed presentation at the workshop to discuss setting the preliminary levy.

<u>Administration</u>	<u>Fund</u>	<u>Amount</u>
1. Roof Replacement – City Hall Garage	Capital	\$12,000
2. Pergola for picnic table – city hall	Capital	\$3,000
3. Accounting/Utility Billing/Payroll software (Reallocation from 2025 Budget) – Total amount \$40,000 – split between capital/sewer/water/storm)	Capital	\$17,500
4. Network access devices – Metro Inet	Cable	\$4,000
5. Computer replacements	Cable	\$800

Fire

1. Various equipment as needed	Revolving Equipment Fund	\$50,000
a. New Fire Chief's vehicle - \$25,000 - \$30,000		
2. Expand Duty crew (We are still working on the details of this.)	General	??????
3. Increase wages for firefighters – the details of the proposed wages are still being considered and being researched.	General	??????

Streets

1. Salt spreader	Capital	\$11,500
2. Generator – Public works building (this item is being reappropriated from 2025 budget)	Capital	\$35,000
3. Street Improvements – 2028 Lovell Road Reconstruction	Capital	
	Small cities assistance	\$36,858
	<u>Streets</u>	<u>\$63,142</u>
	<u>Total</u>	<u>\$100,000</u>

<u>Parks</u>	<u>Fund</u>	<u>Amount</u>
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Memorial Park

1.	Ballfield Lights – All three fields	Capital	\$159,300
2.	New bathrooms	Capital	\$100,000
3.	Pickleball Courts – Park Board recommendation (This item is for discussion only)	Capital	\$0.00

Lexington City Park

1.	Park irrigation	Capital	\$20,000
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III. Capital improvement projects – Enterprise Funds

Liquor

1.	Video Surveillance	Liquor	\$10,000
2.	Light Pole Replacement – North Parking lot	Liquor	\$9,000

Storm sewer

1.	Catch basin replacement – (2 catch basins \$6,500/replacement	Storm	\$13,000
2.	Accounting Utility Billing/Payroll Software	Storm	\$2,500

Water

1.	Accounting Utility Billing/Payroll Software	Water	\$10,000
2.	New Truck – F-350	Water	\$10,000
3.	SCADA Upgrade	Water	\$20,000

Sanitary Sewer

1.	Accounting Utility Billing/Payroll Software	Sewer	\$10,000
2.	New truck – F-350	Sewer	\$10,000
3.	SCADA Upgrade	Sewer	\$10,000

Total amount for Accounting Utility Billing/Payroll Software			\$40,000
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