

STATISTICAL SECTION

This section of the City of Lexington's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the City's overall financial health. This information has not been audited by the independent auditor.

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These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

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These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

Debt Capacity	227 - 235
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These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information	236 - 237
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information	238 - 242
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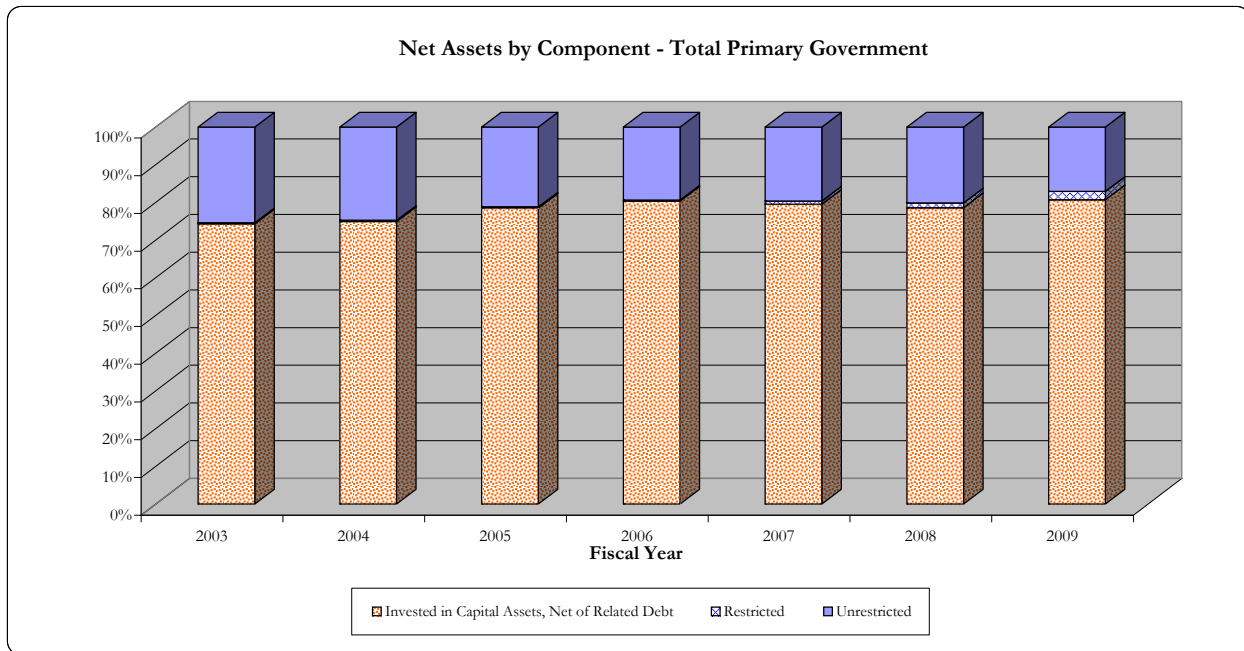
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented the new reporting model (GASB 34) in the fiscal year ended June 30, 2003. Schedules presenting government-wide information include information beginning in that year.

City of Lexington, North Carolina
 Net Assets by Component
 Last Seven Fiscal Years
 (accrual basis of accounting)

Table 1

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Governmental activities							
Invested in capital assets, net of related debt	\$ 39,493,659	\$ 36,826,559	\$ 37,487,623	\$ 37,887,437	\$ 39,642,189	\$ 40,202,445	\$ 39,848,580
Restricted	336,771	355,667	353,525	322,603	1,151,767	1,765,878	2,388,811
Unrestricted	16,991,280	16,989,705	8,361,100	8,391,918	7,856,333	7,220,847	7,013,713
Total governmental activities net assets	\$ 56,821,710	\$ 54,171,931	\$ 46,202,248	\$ 46,601,958	\$ 48,650,289	\$ 49,189,170	\$ 49,251,104
Business-type activities							
Invested in capital assets, net of related debt	\$ 61,043,301	\$ 63,915,890	\$ 67,969,314	\$ 72,749,493	\$ 72,325,495	\$ 71,753,949	\$ 78,643,928
Restricted	-	-	-	-	-	-	859,681
Unrestricted	17,373,786	16,266,809	20,086,808	18,283,773	19,759,452	21,496,152	18,083,754
Total business-type activities net assets	\$ 78,417,087	\$ 80,182,699	\$ 88,056,122	\$ 91,033,266	\$ 92,084,947	\$ 93,250,101	\$ 97,587,363
Primary government							
Invested in capital assets, net of related debt	\$ 100,536,960	\$ 100,742,449	\$ 105,456,937	\$ 110,636,930	\$ 111,967,684	\$ 111,956,394	\$ 118,492,508
Restricted	336,771	355,667	353,525	322,603	1,151,767	1,765,878	3,248,492
Unrestricted	34,365,066	33,256,514	28,447,908	26,675,691	27,615,785	28,716,999	25,097,467
Total primary government net assets	\$ 135,238,797	\$ 134,354,630	\$ 134,258,370	\$ 137,635,224	\$ 140,735,236	\$ 142,439,271	\$ 146,838,467





City of Lexington, North Carolina
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)

Table 2
Page 1

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Expenses							
Governmental activities:							
General government	\$ 5,655,033	\$ 4,849,505	\$ 6,445,566	\$ 6,548,759	\$ 6,947,733	\$ 7,085,684	\$ 6,460,428
Public safety	6,519,363	7,825,103	8,187,070	8,381,387	8,645,626	8,862,033	9,364,136
Highways and streets	2,152,307	2,356,050	2,865,527	2,561,363	2,271,953	2,943,346	2,445,706
Sanitation	2,114,047	1,682,796	1,768,448	1,848,482	1,839,097	1,882,576	1,928,807
Culture and recreation	900,663	1,227,736	1,434,435	1,524,152	1,281,742	1,279,509	1,385,687
Economic and physical development	194,446	422,167	804,076	181,063	297,992	608,643	876,947
Interest on long-term debt	165,705	153,286	157,471	142,780	131,727	113,678	115,381
Total governmental activities expenses	<u>17,701,564</u>	<u>18,516,643</u>	<u>21,662,593</u>	<u>21,187,986</u>	<u>21,415,870</u>	<u>22,775,469</u>	<u>22,577,092</u>
Business-type activities:							
Electric	40,965,108	41,757,630	41,451,740	41,906,467	41,740,621	42,269,534	42,046,335
Water and Sewer	5,499,834	6,162,991	6,860,682	6,640,862	7,139,058	6,967,468	7,327,038
Natural gas	18,812,051	21,606,225	24,683,168	22,459,026	17,050,881	16,906,600	16,535,695
Golf	536,881	387,723	859,407	926,174	862,536	861,937	1,043,915
Total business-type activities expenses	<u>65,813,874</u>	<u>69,914,569</u>	<u>73,854,997</u>	<u>71,932,529</u>	<u>66,793,096</u>	<u>67,005,539</u>	<u>66,952,983</u>
Total primary government expenses	<u>\$ 83,515,438</u>	<u>\$ 88,431,212</u>	<u>\$ 95,517,590</u>	<u>\$ 93,120,515</u>	<u>\$ 88,208,966</u>	<u>\$ 89,781,008</u>	<u>\$ 89,530,075</u>
Program Revenues							
Governmental activities:							
Charges for services:							
General government	\$ 1,818,839	\$ 2,012,367	\$ 3,122,439	\$ 2,991,256	\$ 3,070,146	\$ 3,247,370	\$ 2,585,157
Public safety	218,819	190,531	171,833	192,203	258,992	253,017	210,025
Highways and streets	109,276	49,805	5,177	15,110	10,637	1,312	1,134
Sanitation	933,358	725,741	711,252	707,655	760,686	759,317	754,188
Culture and recreation	98,085	94,230	118,970	113,582	97,501	104,630	104,400
Economic and physical development	17,577	13,783	518,777	12,254	10,907	10,836	24,720
Operating grants and contributions	1,628,400	1,142,308	1,176,227	1,027,163	1,897,340	2,037,338	2,308,606
Capital grants and contributions	82,598	68,812	776,450	1,001,303	1,290,766	211,992	290,836
Total governmental activities program revenues	<u>4,906,952</u>	<u>4,297,577</u>	<u>6,601,125</u>	<u>6,060,526</u>	<u>7,396,975</u>	<u>6,625,812</u>	<u>6,279,066</u>
Business-type activities:							
Charges for services:							
Electric	43,710,417	43,437,181	42,314,867	42,966,388	42,332,221	43,393,859	42,874,197
Water and Sewer	5,585,840	6,330,103	6,966,891	6,946,893	7,629,073	7,436,083	7,830,098
Natural gas	20,121,022	23,046,418	26,318,066	23,368,471	18,089,668	18,143,797	18,297,321
Golf	430,070	243,026	449,346	636,464	692,181	740,537	743,712
Operating grants and contributions	823,802	-	-	-	-	132,059	47,754
Capital grants and contributions	-	170,000	199,958	2,834,177	676,535	109,736	3,486,650
Total business-type activities program revenues	<u>70,671,151</u>	<u>73,226,728</u>	<u>76,249,128</u>	<u>76,752,393</u>	<u>69,419,678</u>	<u>69,956,071</u>	<u>73,279,732</u>
Total primary government program revenues	<u>\$ 75,578,103</u>	<u>\$ 77,524,305</u>	<u>\$ 82,850,253</u>	<u>\$ 82,812,919</u>	<u>\$ 76,816,653</u>	<u>\$ 76,581,883</u>	<u>\$ 79,558,798</u>

City of Lexington, North Carolina
 Changes in Net Assets
 Last Seven Fiscal Years
 (accrual basis of accounting)

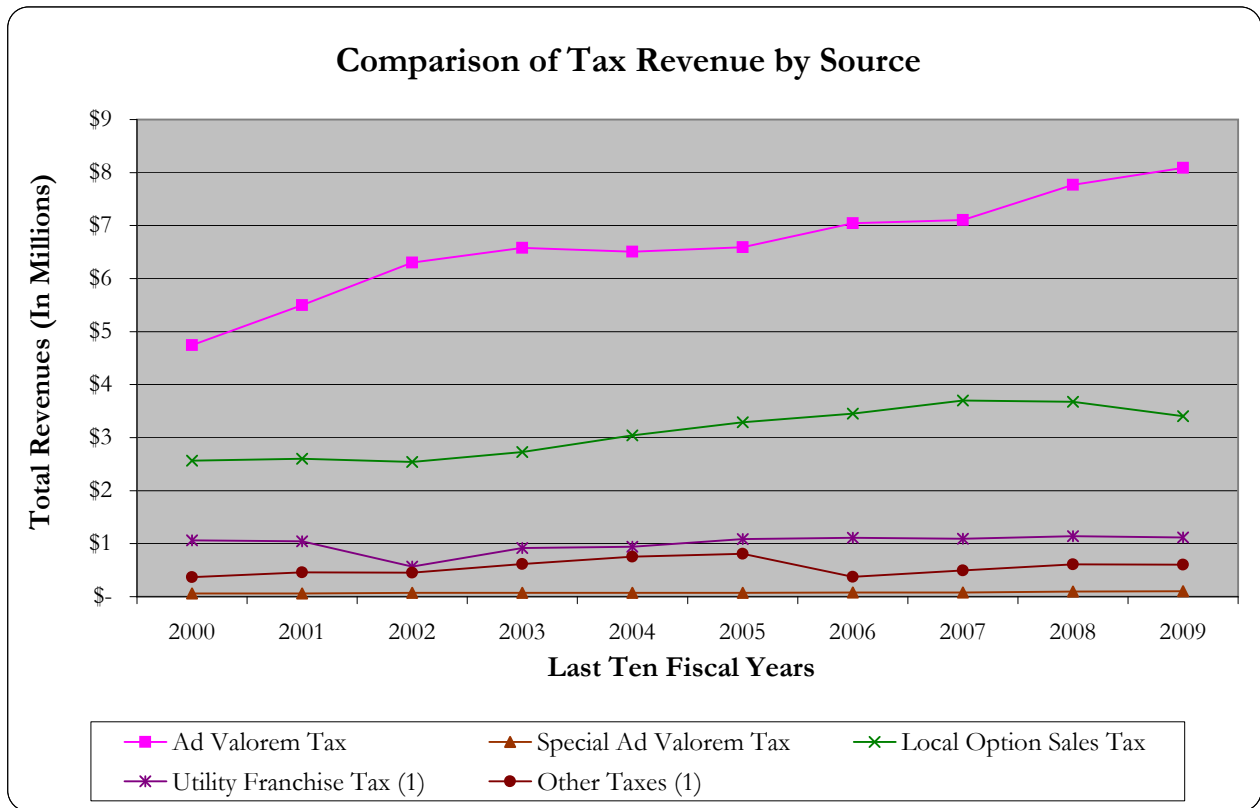
Table 2
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	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Net (expense)/revenue							
Governmental activities	\$ (12,794,612)	\$ (14,219,066)	\$ (15,061,468)	\$ (15,127,460)	\$ (14,018,895)	\$ (16,149,657)	\$ (16,298,026)
Business-type activities	4,857,277	3,312,159	2,394,131	4,819,864	2,626,582	2,950,532	6,326,749
Total primary government net expense	<u>\$ (7,937,335)</u>	<u>\$ (10,906,907)</u>	<u>\$ (12,667,337)</u>	<u>\$ (10,307,596)</u>	<u>\$ (11,392,313)</u>	<u>\$ (13,199,125)</u>	<u>\$ (9,971,277)</u>
General Revenues and Other Changes in Net Assets							
Governmental activities:							
Taxes							
Property taxes, levied for general purpose	\$ 6,621,273	\$ 6,331,554	\$ 6,548,590	\$ 7,068,935	\$ 7,160,434	\$ 7,858,981	\$ 8,226,188
Property taxes, levied for special taxing district	79,111	72,514	73,403	80,212	80,842	98,410	101,082
Other taxes	359,192	382,132	419,931	443,559	363,883	242,835	219,068
Unrestricted intergovernmental revenues	4,052,158	4,517,725	4,919,671	5,090,991	5,516,762	5,594,711	5,300,642
Unrestricted investment earnings	174,876	136,984	229,255	374,033	490,959	385,688	184,698
Transfers	516,314	1,786,477	(5,099,065)	2,469,440	2,454,346	2,507,913	2,328,282
Total governmental activities	<u>11,802,924</u>	<u>13,227,386</u>	<u>7,091,785</u>	<u>15,527,170</u>	<u>16,067,226</u>	<u>16,688,538</u>	<u>16,359,960</u>
Business-type activities:							
Unrestricted investment earnings	241,916	239,930	380,227	626,720	879,445	722,535	338,795
Transfers	(516,314)	(1,786,477)	5,099,065	(2,469,440)	(2,454,346)	(2,507,913)	(2,328,282)
Total business-type activities	<u>(274,398)</u>	<u>(1,546,547)</u>	<u>5,479,292</u>	<u>(1,842,720)</u>	<u>(1,574,901)</u>	<u>(1,785,378)</u>	<u>(1,989,487)</u>
Total primary government	<u>\$ 11,528,526</u>	<u>\$ 11,680,839</u>	<u>\$ 12,571,077</u>	<u>\$ 13,684,450</u>	<u>\$ 14,492,325</u>	<u>\$ 14,903,160</u>	<u>\$ 14,370,473</u>
Change in Net Assets							
Governmental activities	\$ (991,688)	\$ (991,680)	\$ (7,969,683)	\$ 399,710	\$ 2,048,331	\$ 538,881	\$ 61,934
Business-type activities	4,582,879	1,765,612	7,873,423	2,977,144	1,051,681	1,165,154	4,337,262
Total primary government	<u>\$ 3,591,191</u>	<u>\$ 773,932</u>	<u>\$ (96,260)</u>	<u>\$ 3,376,854</u>	<u>\$ 3,100,012</u>	<u>\$ 1,704,035</u>	<u>\$ 4,399,196</u>

City of Lexington, North Carolina
 Governmental Activities Tax Revenues by Source
 Last Ten Fiscal Years
 (accrual basis of accounting)

Table 3

Fiscal Year	Ad Valorem Tax	Special Ad Valorem Tax	Local Option Sales Tax	Utility Franchise Tax (1)	Other Taxes (1)	Total Taxes
2000	4,745,334	59,816	2,563,703	1,061,381	370,540	8,800,774
2001	5,495,682	59,711	2,599,595	1,046,441	458,981	9,660,410
2002	6,304,353	70,377	2,539,563	567,651 (2)	449,712 (2)	9,931,654
2003	6,579,087	71,211	2,730,859	916,306	614,407	10,911,870
2004	6,506,655	72,006	3,039,928	943,348	752,391	11,314,328
2005	6,590,108	73,353	3,290,342	1,083,754	810,529	11,848,086
2006	7,043,243	79,817	3,452,265	1,110,053	374,321	12,059,699
2007	7,104,130	81,410	3,698,872	1,094,752	495,122	12,474,286
2008	7,766,698	96,367	3,676,924	1,137,714	607,324	13,285,027
2009	8,090,264	99,849	3,401,870	1,113,588	601,746	13,307,317



Note: Other taxes include piped natural gas tax, telecommunications tax, cable TV franchise tax and beer and wine tax.

(1) Piped natural gas tax and telecommunications tax are reported as other taxes. Prior to fiscal year 2002, these revenues were reported as utility franchise tax.

(2) State of NC withheld \$452,115 in Utility Franchise Taxes; as well as, \$117,240 in piped natural gas tax and beer and wine tax, which are reported as part of other taxes.

City of Lexington, North Carolina
Fund Balances of Governmental Funds
Last Seven Fiscal Years
(modified accrual basis of accounting)

Table 4

	Fiscal Year						
	2003	2004	2005 (1)	2006	2007	2008	2009
General Fund							
Reserved	\$ 8,681,379	\$ 8,333,326	\$ 1,057,115	\$ 1,139,392	\$ 1,129,203	\$ 1,162,239	\$ 1,029,879
Unreserved	7,012,377	7,046,407	6,425,728	6,473,344	5,546,400	5,218,503	5,042,756
Total General Fund	<u>\$ 15,693,756</u>	<u>\$ 15,379,733</u>	<u>\$ 7,482,843</u>	<u>\$ 7,612,736</u>	<u>\$ 6,675,603</u>	<u>\$ 6,380,742</u>	<u>\$ 6,072,635</u>
All other governmental funds							
Reserved	\$ 29,660	\$ 426,388	\$ 590,209	\$ 357,812	\$ 496,389	\$ 177,011	\$ 185,036
Unreserved, reported in:							
Special revenue funds	26,577	107,013	156,024	281,729	1,106,899	1,660,698	2,196,734
Capital projects fund	440,431	268,215	-	13,180	211,712	319,362	558,867
Total all other governmental funds	<u>\$ 496,668</u>	<u>\$ 801,616</u>	<u>\$ 746,233</u>	<u>\$ 652,721</u>	<u>\$ 1,815,000</u>	<u>\$ 2,157,071</u>	<u>\$ 2,940,637</u>

Note: (1) The reduction in Reserved General Fund Balance in fiscal year 2005 is a result of the write off of the advance to the Electric Fund in the amount of \$7,107,264. This advance resulted from the city's former charter, prior to the amendment in 1986, which required a commitment to transfer all of the Electric Fund's profits to the General Fund. City Council took action on February 14, 2005 to write off the interfund advance recognizing that Electric Fund profits are not likely to be available to fulfill this obligation to the General Fund.

City of Lexington, North Carolina
 Changes in Fund Balances of Governmental Funds
 Last Seven Fiscal Years
 (modified accrual basis of accounting)

Table 5

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Revenues							
Ad valorem taxes	\$ 6,579,087	\$ 6,506,655	\$ 6,590,108	\$ 7,043,243	\$ 7,104,130	\$ 7,766,698	\$ 8,090,264
Special ad valorem taxes	79,111	72,006	73,353	79,817	81,410	96,367	99,849
Other taxes and licenses	359,192	382,132	419,931	443,559	363,883	242,835	219,068
Unrestricted intergovernmental	4,048,725	4,482,664	4,893,258	5,072,931	5,447,419	5,604,276	5,296,221
Restricted intergovernmental	947,950	851,084	1,569,519	1,925,551	1,966,855	2,155,195	2,499,575
Permits and fees	176,600	137,377	142,295	159,090	199,570	178,377	148,021
Sales and services	1,264,671	1,130,065	874,973	864,093	894,261	904,818	885,299
Interest earned	149,468	114,594	193,313	325,409	446,583	359,333	188,523
Miscellaneous	630,580	347,296	633,453	184,548	144,385	143,720	156,081
Total Revenues	\$14,235,384	\$14,023,873	\$15,390,203	\$16,098,241	\$16,648,496	\$17,451,619	\$17,582,901
Expenditures							
General government	\$ 1,867,938	\$ 2,716,870	\$ 2,839,869	\$ 3,207,276	\$ 3,670,790	\$ 3,566,424	\$ 3,719,754
Public Safety	7,399,626	7,619,160	7,686,175	8,070,865	8,325,443	8,493,778	8,831,973
Highways and streets	1,226,108	1,428,767	1,887,469	1,623,834	1,322,942	1,612,903	1,460,317
Sanitation	2,138,159	1,563,728	1,573,887	1,660,347	1,712,193	1,680,173	1,743,489
Culture and recreation	1,038,820	1,115,487	1,274,068	1,379,854	1,126,123	1,129,999	1,216,642
Economic and physical development	194,446	291,549	804,077	181,063	297,992	563,953	921,637
Capital outlay	506,720	805,269	595,282	468,738	427,734	809,477	1,234,366
Construction in progress	264,006	506,449	1,023,916	1,439,985	1,434,628	1,733,304	524,101
Debt service:							
Principal	624,269	624,980	688,113	686,041	734,128	688,393	668,291
Interest	165,474	153,239	157,471	142,780	131,727	113,678	115,381
Arbitrage rebate	-	21,572	-	-	-	-	-
Total expenditures	\$15,425,566	\$16,847,070	\$18,530,327	\$18,860,783	\$19,183,700	\$20,392,082	\$20,435,951
Excess of revenues over (under) expenditures	(\$1,190,182)	(\$2,823,197)	(\$3,140,124)	(\$2,762,542)	(\$2,535,204)	(\$2,940,463)	(\$2,853,050)
Other financing sources (uses)							
Installment purchase debt issued	\$ 585,936	\$ 1,031,098	\$ 167,595	\$ 328,948	\$ 215,252	\$ 401,138	\$ 907,970
Transfers in	901,655	2,382,417	2,809,213	2,931,434	4,204,697	3,959,652	3,402,404
Transfers out	(414,095)	(595,940)	(7,787,234)	(461,994)	(1,658,585)	(1,373,788)	(981,400)
Total other financing sources (uses)	\$1,073,496	\$2,817,575	(\$4,810,426)	\$2,798,388	\$2,761,364	\$2,987,002	\$3,328,974
Net change in fund balances	(\$116,686)	(\$5,622)	(\$7,950,550)	\$35,846	\$226,160	\$46,539	\$475,924
Debt service as a percentage of noncapital expenditures	5.4%	5.1%	5.0%	4.9%	5.0%	4.5%	4.2%
Debt service as a percentage of total expenditures	5.1%	4.7%	4.6%	4.4%	4.5%	3.9%	3.8%
Capital outlay as a percentage of total expenditures	5.0%	7.8%	8.7%	10.1%	9.7%	12.5%	8.6%



City of Lexington, North Carolina
Electric Statement of Revenues and Expenses
Last Ten Fiscal Years

Description	Fiscal Year			
	2000	2001	2002	2003
Operating revenues:				
Charges for service	\$40,056,193	\$40,557,384	\$39,540,973	\$42,269,585
Other operating revenues	945,363	900,779	923,947	1,201,564
Total operating revenues	41,001,556	41,458,163	40,464,920	43,471,149
Operating expenses:				
Salaries and benefits	910,531	843,160	1,108,097	1,352,473
Operating expenses	4,199,143	5,262,697	5,285,050	5,676,254
Purchases of power for resale	31,289,430	31,373,339	31,516,627	32,652,410
Depreciation	1,868,833	1,598,845	1,618,331	748,118
Total operating expenses	38,267,937	39,078,041	39,528,105	40,429,255
Operating income (loss)	2,733,619	2,380,122	936,815	3,041,894
Non-operating revenues (expenses):				
Interest earned on investments	344,248	435,894	210,668	107,509
Interest on long-term debt	(193,462)	(177,179)	(161,967)	(155,639)
Other	(154,677)	768,778	230,725	412,503
Total non-operating revenues (expenses)	(3,891)	1,027,493	279,426	364,373
Net income before transfers	2,729,728	3,407,615	1,216,241	3,406,267
Transfers in (out)	(2,487,174)	(2,063,477)	(1,374,206)	(1,127,497)
Net income	\$242,554	\$1,344,138	(\$157,965)	\$2,278,770

Note: (1) The increase in the Electric Fund's Net Income in fiscal year 2005 is a result of the write off of the advance from the General Fund in the amount of \$7,107,264. This advance resulted from the city's former charter, prior to the amendment in 1986, which required a commitment to transfer all of the Electric Fund's profits to the General Fund. City Council took action on February 15, 2005 to write off the interfund advance recognizing that Electric Fund profits are not likely to be available to fulfill this obligation to the General Fund.

City of Lexington, North Carolina
 Electric Statement of Revenues and Expenses
 Last Ten Fiscal Years

Table 6

Fiscal Year					
2004	2005	2006	2007	2008	2009
\$42,413,871	\$41,638,454	\$42,210,067	\$41,666,605	\$42,752,268	\$42,176,616
840,002	388,115	436,504	344,199	477,686	375,937
43,253,873	42,026,569	42,646,571	42,010,804	43,229,954	42,552,553
1,151,720	1,090,956	1,216,449	1,381,745	1,400,668	1,661,301
5,182,083	5,453,013	5,333,330	5,690,968	5,185,465	5,342,448
33,209,674	33,005,644	33,718,191	32,914,969	33,826,763	33,298,694
1,460,571	1,100,113	1,107,163	1,149,253	1,106,735	1,055,389
41,004,048	40,649,726	41,375,133	41,136,935	41,519,631	41,357,832
2,249,825	1,376,843	1,271,438	873,869	1,710,323	1,194,721
101,718	202,209	325,782	355,989	327,019	162,886
(183,485)	(213,269)	(195,743)	(178,512)	(234,244)	(283,311)
(5,143)	22,516	0	(3,283)	4,417	(34,930)
(86,910)	11,456	130,039	174,194	97,192	(155,355)
2,162,915	1,388,299	1,401,477	1,048,063	1,807,515	1,039,366
(1,336,730)	6,388,819	(1,802,840)	(401,989)	(3,623,938)	(1,681,671)
\$826,185	\$7,777,118	(\$401,363)	\$646,074	(\$1,816,423)	(\$642,305)

(1)

City of Lexington, North Carolina
Water and Sewer Statement of Revenues and Expenses
Last Ten Fiscal Years

Description	Fiscal Year			
	2000	2001	2002	2003
Operating revenues:				
Water charges for service	\$2,074,355	\$2,265,064	\$2,281,936	\$2,345,339
Sewer charges for service	2,293,094	2,541,064	2,701,301	2,875,017
Other operating revenues	198,229	193,159	196,536	267,120
Total operating revenues	4,565,678	4,999,287	5,179,773	5,487,476
Operating expenses:				
Water plant	1,007,661	932,681	991,351	1,115,167
Waste treatment plant	1,141,480	1,154,298	1,251,014	1,352,435
Water and sewer	1,759,141	2,093,987	2,278,187	2,093,308
Depreciation	1,689,905	1,219,818	1,144,478	608,086
Total operating expenses	5,598,187	5,400,784	5,665,030	5,168,996
Operating income (loss)	(1,032,509)	(401,497)	(485,257)	318,480
Non-operating revenues (expenses):				
Interest earned on investments	379,579	383,476	123,047	40,998
Interest on long-term debt	(325,004)	(305,533)	(286,349)	(270,955)
Other	(289,518)	(7,381)	173,310	(80,159)
Total non-operating revenues (expenses)	(234,943)	70,562	10,008	(310,116)
Net income before transfers and capital contributions	(1,267,452)	(330,935)	(475,249)	8,364
Capital contributions	0	0	0	500,000
Transfers in (out)	1,247,120	498,709	36,167	(50,530)
Net income	(\$20,332)	\$167,774	(\$439,082)	\$457,834

City of Lexington, North Carolina
 Water and Sewer Statement of Revenues and Expenses
 Last Ten Fiscal Years

Table 7

Fiscal Year					
2004	2005	2006	2007	2008	2009
\$2,675,845	\$3,037,104	\$2,954,700	\$3,265,697	\$3,259,876	\$3,308,617
3,211,627	3,516,469	3,507,581	3,849,221	3,651,528	3,882,808
359,480	294,272	189,794	176,064	219,877	235,233
6,246,952	6,847,845	6,652,075	7,290,982	7,131,281	7,426,658
1,110,457	1,228,635	1,234,730	1,384,293	1,311,156	1,440,449
1,400,794	1,530,716	1,544,578	1,684,495	1,734,286	1,896,536
1,907,540	2,338,387	2,335,780	2,368,365	2,294,778	2,508,762
1,126,559	984,306	1,011,274	1,093,612	1,090,384	1,106,790
5,545,350	6,082,044	6,126,362	6,530,765	6,430,604	6,952,537
701,602	765,801	525,713	760,217	700,677	474,121
56,562	57,361	105,431	139,905	130,483	72,152
(423,017)	(401,060)	(374,359)	(347,751)	(321,296)	(293,744)
(31,548)	(58,651)	7,261	(62,952)	17,561	(9,871)
(398,003)	(402,350)	(261,667)	(270,798)	(173,252)	(231,463)
303,599	363,451	264,046	489,419	527,425	242,658
170,000	170,862	2,834,177	676,535	69,574	3,486,650
(225,147)	(415,866)	(618,814)	(719,124)	(680,874)	(132,033)
\$248,452	\$118,447	\$2,479,409	\$446,830	(\$83,875)	\$3,597,275

City of Lexington, North Carolina
Natural Gas Statement of Revenues and Expenses
Last Ten Fiscal Years

Description	Fiscal Year			
	2000	2001	2002	2003
Operating revenues:				
Charges for service	\$14,330,136	\$24,697,824	\$15,154,172	\$19,630,615
Other operating revenues	56,136	289,638	89,523	330,966
Total operating revenues	14,386,272	24,987,462	15,243,695	19,961,581
Operating expenses:				
Salaries and benefits	435,886	483,432	652,692	683,047
Operating expenses	940,126	1,265,646	1,373,486	1,635,513
Purchases of natural gas for resale	11,035,391	20,803,180	12,036,855	15,615,163
Depreciation	486,588	609,028	352,010	428,678
Total operating expenses	12,897,991	23,161,286	14,415,043	18,362,401
Operating income (loss)	1,488,281	1,826,176	828,652	1,599,180
Non-operating revenues (expenses):				
Interest earned on investments	191,863	232,872	134,687	71,620
Interest on long-term debt	(249,766)	(233,817)	(217,309)	(201,596)
Other	(98,987)	19,726	45,805	(593)
Total nonoperating revenues (expenses)	(156,890)	18,781	(36,817)	(130,569)
Net income before transfers and capital contributions	1,331,391	1,844,957	791,835	1,468,611
Capital contributions	0	0	0	0
Transfers in (out)	(727,181)	(466,380)	(1,861,859)	(657,335)
Net income	\$604,210	\$1,378,577	(\$1,070,024)	\$811,276

City of Lexington, North Carolina
 Natural Gas Statement of Revenues and Expenses
 Last Ten Fiscal Years

Table 8

Fiscal Year					
2004	2005	2006	2007	2008	2009
\$22,934,061	\$26,078,146	\$23,108,897	\$17,808,955	\$17,549,217	\$18,046,753
34,157	109,899	83,387	88,190	424,294	106,200
22,968,218	26,188,045	23,192,284	17,897,145	17,973,511	18,152,953
781,785	818,393	914,023	897,001	967,950	1,152,048
1,237,026	1,362,363	1,660,278	1,560,602	1,537,250	1,428,478
18,610,990	21,395,375	18,923,326	13,515,181	13,264,317	12,911,586
558,365	592,994	597,893	594,433	584,544	524,105
21,188,166	24,169,125	22,095,520	16,567,217	16,354,061	16,016,217
1,780,052	2,018,920	1,096,764	1,329,928	1,619,450	2,136,736
59,448	97,895	148,491	305,319	193,386	71,025
(183,054)	(204,191)	(179,804)	(218,928)	(247,214)	(218,592)
1,036	0	1,732	(4,566)	2,734	(85,304)
(122,570)	(106,296)	(29,581)	81,825	(51,094)	(232,871)
1,657,482	1,912,624	1,067,183	1,411,753	1,568,356	1,903,865
0	29,096	0	0	21,292	0
(715,985)	(619,212)	(339,219)	(1,182,457)	(844,038)	(1,061,715)
\$941,497	\$1,322,508	\$727,964	\$229,296	\$745,610	\$842,150

City of Lexington, North Carolina
 Golf Statement of Revenues and Expenses
 Last Ten Fiscal Years

Description	Fiscal Year			
	2000	2001	2002	2003
Operating revenues:				
Charges for service	\$508,059	\$486,953	\$527,873	\$430,055
Other operating revenues	-	-	-	-
Total operating revenues	<u>508,059</u>	<u>486,953</u>	<u>527,873</u>	<u>430,055</u>
Operating expenses:				
Salaries and benefits	346,620	359,875	372,255	394,977
Operating expenses	154,240	219,414	180,791	134,458
Depreciation	41,952	42,410	39,450	16,179
Total operating expenses(loss)	<u>542,812</u>	<u>621,699</u>	<u>592,496</u>	<u>545,614</u>
Operating income (loss)	<u>(34,753)</u>	<u>(134,746)</u>	<u>(64,623)</u>	<u>(115,559)</u>
Non-operating revenues (expenses):				
Interest earned on investments	4,947	5,929	2,095	649
Interest on long-term debt	(1,699)	(346)	-	-
Other	3,483	301	(32,617)	2,768
Total nonoperating revenues (expenses)	<u>6,731</u>	<u>5,884</u>	<u>(30,522)</u>	<u>3,417</u>
Net income before transfers	(28,022)	(128,862)	(95,145)	(112,142)
Transfers in (out)	-	-	-	176,000
Net income	<u><u>(\$28,022)</u></u>	<u><u>(\$128,862)</u></u>	<u><u>(\$95,145)</u></u>	<u><u>\$63,858</u></u>

Note: (1) Lexington Municipal Course closed for renovations 11/3/2003 to 10/31/2004.

City of Lexington, North Carolina
 Golf Statement of Revenues and Expenses
 Last Ten Fiscal Years

Table 9

Fiscal Year					
2004 (1)	2005 (1)	2006	2007	2008	2009
\$195,298	\$448,105	\$630,733	\$686,040	\$739,096	\$670,211
975	1,023	4,242	4,985	142	1
196,273	449,128	634,975	691,025	739,238	670,212
220,178	309,367	451,294	427,146	449,261	461,150
133,992	456,065	269,433	270,935	249,958	443,798
9,341	7,552	98,058	97,082	96,952	98,211
363,511	772,984	818,785	795,163	796,171	1,003,159
(167,238)	(323,856)	(183,810)	(104,138)	(56,933)	(332,947)
6,421	1,288	1,224	2,940	3,292	2,208
(35,098)	(71,615)	(70,900)	(65,544)	(60,144)	(55,331)
46,753	218	(33,280)	(3,730)	(2,247)	73,500
18,076	(70,109)	(102,956)	(66,334)	(59,099)	20,377
(149,162)	(393,965)	(286,766)	(170,472)	(116,032)	(312,570)
255,150	430,794	315,000	206,000	206,000	170,000
\$105,988	\$36,829	\$28,234	\$35,528	\$89,968	(\$142,570)

City of Lexington, North Carolina
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property		Personal Property	
	Residential Property (1)	Commercial Property (1)	Motor Vehicles	Other
2000	780,731,502	N/A	91,131,086	207,082,629
2001	799,027,985	N/A	95,891,159	232,343,886
2002	939,803,631	N/A	99,755,945	240,936,181
2003	1,022,094,781	N/A	95,975,967	246,943,490
2004	1,097,376,319	N/A	91,891,503	266,729,846
2005	1,108,736,365	N/A	86,851,262	252,337,402
2006	1,082,441,873	N/A	87,593,190	250,734,013
2007	1,171,488,164	N/A	86,161,261	246,339,985
2008	1,396,679,838	N/A	92,531,307	206,481,583
2009	1,412,461,151	N/A	88,010,164	207,963,947

Sources: Davidson County Tax Department
NC Department of Revenue

Note: Property is assessed as of the last revaluation using the Schedule of Values, Standards, and Rules adopted for that revaluation year. At the time of revaluation, property is assessed at 100% of fair market value. For personal property, it is valued at 100% market value as of January 1st of each year. Business personal property is valued at 100% but is depreciated each year based on the life of the equipment. Tax rates are per \$100 of assessed value.

(1) Davidson County could not provide assessed value for commercial property. Therefore, commercial and residential real property are reported in the aggregate under Residential Property.

(2) Exempt Real Property information is not available prior to fiscal year ended June 30, 2003.

(3) Exempt Real Property information is not available from Davidson County for fiscal year ended June 30, 2009. Therefore, the City of Lexington Finance Department estimated the tax exempt real property based on prior year trend information.

City of Lexington, North Carolina
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years

Table 10

Less: Tax Exempt Real Property (2)(3)	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value
-	1,078,945,217	0.460	1,078,945,217
-	1,127,263,030	0.495	1,127,263,030
-	1,280,495,757	0.495	1,280,495,757
76,789,115	1,288,225,123	0.515	1,288,225,123
163,529,135	1,292,468,533	0.515	1,292,468,533
166,691,390	1,281,233,639	0.515	1,281,233,639
114,052,335	1,306,716,741	0.545	1,306,716,741
182,647,545	1,321,341,865	0.545	1,321,341,865
221,127,540	1,474,565,188	0.535	1,474,565,188
223,338,815	1,485,096,447	0.560	1,485,096,447

City of Lexington, North Carolina
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

Table 11

Fiscal Year	City of Lexington			Overlapping Rates (1)			Total Direct & Overlapping Rates
	Operating	Debt Service	Total City	County Operating	School District Operating	Special Taxing District	
2000	0.460	-	0.460	0.53	0.13	0.20	1.320
2001	0.495	-	0.495	0.53	0.13	0.20	1.355
2002	0.495	-	0.495	0.53	0.13	0.20	1.355
2003	0.515	-	0.515	0.53	0.13	0.20	1.375
2004	0.515	-	0.515	0.53	0.13	0.20	1.375
2005	0.515	-	0.515	0.53	0.13	0.20	1.375
2006	0.545	-	0.545	0.54	0.13	0.20	1.415
2007	0.545	-	0.545	0.54	0.13	0.20	1.415
2008	0.535	-	0.535	0.54	0.12	0.20	1.395
2009	0.560	-	0.560	0.54	0.12	0.20	1.420

Source: Davidson County tax information provided by Davidson County Tax Department.

Note: (1) Overlapping rates are those of local and county governments that apply to property owners within the City of Lexington. Not all overlapping rates apply to all City of Lexington property owners (e.g., the rate for the special district applies only to the government's property owners whose property is located within the geographic boundaries of the special district).



City of Lexington, North Carolina
Principal Property Taxpayers
Fiscal Years Ended June 30, 2009 and June 30, 2000

2009					
Taxpayer	Type of Business	Assessed Valuation	Rank	Tax Levy	Percent of Total Assessed Valuation
Kimberly Clark Corp.	Tissue Products	\$ 88,347,107	1	\$ 494,744	5.95%
Jeld-Wen Inc.	Windows and Doors	22,355,786	2	125,192	1.51%
Stanley Furniture Co. Inc.	Furniture	17,024,278	3	95,336	1.15%
NewBridge Bank	Banking	16,845,600	4	94,336	1.13%
Wal-Mart	Retail	16,529,373	5	92,564	1.11%
Chesapeake Printing & Packaging Co.	Printing	12,151,396	6	68,048	0.82%
RCR Air LLC	Air Transportation	11,715,748	7	65,608	0.79%
Childress Winery & Vineyards	Viniculture	10,083,744	8	56,469	0.68%
Diebold Southeast Mfg. Inc.	Security Delivery Systems	8,998,150	9	50,390	0.61%
Parkdale Mills Inc.	Textiles	8,057,936	10	45,124	0.54%
Lexington Home Brands	Furniture	-	-	-	0.00%
Duracell	Batteries	-	-	-	0.00%
P & M Tile (Porcelanite)	Ceramic Tile	-	-	-	0.00%
Smurfit Stone Container Corp.	Corrugated Fiber Boxes	-	-	-	0.00%
Total		<u>\$ 212,109,118</u>		<u>\$1,187,811</u>	<u>14.29%</u>

Source: Davidson County Tax Department

City of Lexington, North Carolina
Principal Property Taxpayers
Fiscal Years Ended June 30, 2009 and June 30, 2000

Table 12

2000				
Assessed Valuation	Rank	Tax Levy	Percent of Total Assessed Valuation	
\$ 61,092,574	1	\$ 281,026	5.51%	0.00%
4,740,364	9	21,806	0.43%	
9,624,114	7	44,271	0.87%	0.00%
10,819,423	6	49,769	0.98%	0.00%
5,492,102	8	25,264	0.50%	
29,694,656	4	136,595	2.68%	
45,543,469	2	209,500	4.11%	
32,212,458	3	148,177	2.90%	
12,659,838	5	58,235	1.14%	
3,941,559	10	18,132	0.36%	
\$ 215,820,557		\$ 992,775	19.48%	

City of Lexington, North Carolina
Property Tax Levies and Collections
Last Ten Fiscal Years

Table 13

Fiscal Year	Total Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2000	4,965,744	4,824,487	97.16%	116,859	4,941,346	99.51%
2001	5,598,809	5,400,497	96.46%	166,233	5,566,730	99.43%
2002	6,345,642	6,159,876	97.07%	151,277	6,311,153	99.46%
2003	6,666,641	6,479,423	97.19%	153,318	6,632,741	99.49%
2004	6,664,844	6,423,988	96.39%	204,921	6,628,909	99.46%
2005	6,604,405	6,408,010	97.03%	159,404	6,567,414	99.44%
2006	7,105,958	6,887,873	96.93%	156,759	7,044,632	99.14%
2007	7,204,841	6,943,770	96.38%	182,943	7,126,713	98.92%
2008	7,901,129	7,566,532	95.77%	196,220	7,762,752	98.25%
2009	8,301,096	7,861,258	94.70%	-	7,861,258	94.70%

Source: Davidson County Tax Department.

City of Lexington, North Carolina
Enterprise Funds Charges for Sales and Services
Last Ten Fiscal Years

Table 14

Fiscal Year	Electric	Water & Sewer	Natural Gas	Golf (1)	Total
2000	40,056,193	4,367,449	14,330,136	508,059	59,261,837
2001	40,557,384	4,806,128	24,697,824	486,953	70,548,289
2002	39,540,973	4,983,237	15,154,172	527,873	60,206,255
2003	42,269,585	5,220,356	19,630,615	430,055	67,550,611
2004	42,413,871	5,887,472	22,934,061	195,298	71,430,702
2005	41,638,454	6,553,573	26,078,146	448,105	74,718,278
2006	42,210,067	6,462,281	23,108,897	630,733	72,411,978
2007	41,666,605	7,114,918	17,808,955	686,121	67,276,599
2008	42,752,268	6,911,404	17,549,217	739,096	67,951,985
2009	42,176,616	7,191,425	18,046,753	670,211	68,085,005

Note: (1) Lexington Municipal Course closed for renovations 11/3/2003 to 10/31/2004.

City of Lexington, North Carolina
 Electric Fund Charges for Sales and Services
 Last Ten Fiscal Years

Table 14a

Fiscal Year	Residential (1)	Commercial	Industrial	Other (2)	Total
2000	18,335,778	13,129,275	7,443,083	1,148,057	40,056,193
2001	18,733,919	13,422,121	7,225,628	1,175,716	40,557,384
2002	18,139,096	14,401,090	5,846,911	1,153,876	39,540,973
2003	19,440,382	15,691,191	5,914,703	1,223,309	42,269,585
2004	19,562,798	15,269,922	6,382,356	1,198,795	42,413,871
2005	19,730,977	15,107,111	5,611,400	1,188,966	41,638,454
2006	21,528,480	15,029,139	4,440,286	1,212,162	42,210,067
2007	21,816,709	14,979,167	3,668,386	1,202,343	41,666,605
2008	22,925,285	15,287,786	3,318,253	1,220,944	42,752,268
2009	23,164,023	15,339,925	2,469,793	1,202,875	42,176,616

Note: (1) Includes Area Lights
 (2) Sales Tax

City of Lexington, North Carolina
 Water Fund Charges for Sales and Services
 Last Ten Fiscal Years

Table 14b

Fiscal Year	Residential	Commercial	Industrial	Total
2000	889,012	631,232	554,112	2,074,356
2001	1,000,159	718,839	546,066	2,265,064
2002	1,042,246	642,845	596,845	2,281,936
2003	1,041,274	620,778	683,286	2,345,338
2004	1,165,720	715,398	794,727	2,675,845
2005	1,373,074	857,807	806,223	3,037,104
2006	1,389,773	803,282	761,645	2,954,700
2007	1,594,870	825,731	845,096	3,265,697
2008	1,612,509	793,999	853,368	3,259,876
2009	1,638,360	828,997	841,260	3,308,617

City of Lexington, North Carolina
 Sewer Fund Charges for Sales and Services
 Last Ten Fiscal Years

Table 14c

Fiscal Year	Residential	Commercial	Industrial	Total
2000	1,082,363	952,223	258,507	2,293,093
2001	1,234,009	997,363	309,692	2,541,064
2002	1,287,484	1,123,703	290,114	2,701,301
2003	1,388,923	1,189,167	296,928	2,875,018
2004	1,610,384	1,319,542	281,701	3,211,627
2005	1,711,913	1,519,629	284,927	3,516,469
2006	1,800,528	1,478,634	228,419	3,507,581
2007	1,972,487	1,625,003	251,731	3,849,221
2008	1,969,585	1,453,346	228,597	3,651,528
2009	2,072,841	1,533,278	276,689	3,882,808

City of Lexington, North Carolina
 Natural Gas Fund Charges for Sales and Services
 Last Ten Fiscal Years

Table 14d

Fiscal Year	Residential	Commercial	Industrial	Other (1)	Total
2000	3,916,064	2,924,473	6,328,007	1,161,592	14,330,136
2001	5,513,301	4,919,455	11,449,138	2,815,930	24,697,824
2002	4,547,393	4,007,003	5,868,289	731,487	15,154,172
2003	4,676,524	4,419,023	7,823,312	2,711,756	19,630,615
2004	5,386,587	4,359,175	9,927,599	3,260,700	22,934,061
2005	5,690,639	4,465,987	13,521,689	2,399,831	26,078,146
2006	6,560,385	5,488,114	9,366,795	1,693,603	23,108,897
2007	5,753,035	4,771,513	6,785,684	498,723	17,808,955
2008	5,890,866	4,786,767	6,358,948	512,636	17,549,217
2009	6,945,537	5,393,743	5,412,515	294,958	18,046,753

Note: (1) Capacity Sales

City of Lexington, North Carolina
 Golf Fund Charges for Sales and Services
 Last Ten Fiscal Years

Table 14e

Fiscal Year	Green Fees	Cart Fees	Municipal Club	Total
2000	277,230	200,934	29,895	508,059
2001	256,378	205,820	24,755	486,953
2002	290,668	214,025	23,180	527,873
2003	225,691	177,164	27,200	430,055
2004	90,697	80,961	23,640	195,298
2005	276,992	144,833	26,280	448,105
2006	365,538	235,738	29,457	630,733
2007	398,811	254,440	32,870	686,121
2008	419,909	287,732	31,455	739,096
2009	384,484	259,922	25,805	670,211

Note: Lexington Municipal Course closed for renovations 11/3/2003 to 10/31/2004.

City of Lexington, North Carolina
Schedule of Top Ten Electric Customers
Fiscal Year Ended June 30, 2009

Table 15

Customer	Type of Business	Consumption (kWh)	Amount Billed	Percent of Total Operating Revenue
City of Lexington	Government	11,468,570	\$978,264	2.30%
Davidson County Schools	Public School System	5,928,956	719,832	1.69%
Lexington Memorial Hospital	Hospital	8,145,795	605,064	1.42%
Lexington City Schools	Public School System	5,803,329	579,746	1.36%
Davidson County	Government	5,526,252	538,064	1.26%
Food Lion	Grocery Store Chain	6,126,819	436,144	1.02%
Linwood, Inc.	Furniture	6,717,499	385,715	0.91%
Leggett & Platt, Inc.	Furniture	3,468,047	324,726	0.76%
Smurfit Stone Container Corp.	Corrugated Fiber Boxes	3,789,457	292,442	0.69%
Lexcom Communications	Communications	2,701,440	238,958	0.56%
		59,676,164	\$5,098,955	11.97%

City of Lexington, North Carolina
 Schedule of Top Ten Water Customers
 Fiscal Year Ended June 30, 2009

Table 16

Customer	Type of Business	Consumption (CCF)	Amount Billed	Percent of Total Water and Sewer Operating Revenue
PPG Industries	Glass Products	257,454	\$560,060	7.54%
Kimberly Clark Corp.	Tissue Products	45,174	72,542	0.98%
Parkdale Mills Inc.	Textiles	40,051	62,978	0.85%
City of Lexington	Government	27,097	58,486	0.79%
Lexington Memorial Hospital	Hospital	23,208	38,761	0.52%
Davidson County	Government	15,495	35,140	0.47%
Lexington Housing Authority	Public Housing	14,567	29,200	0.39%
NC Department of Corrections	Prison	17,823	28,748	0.39%
Lexington City Schools	Public School System	8,260	27,118	0.37%
Lexington Home Brands	Furniture	6,850	24,457	0.33%
		455,979	\$937,490	12.63%

City of Lexington, North Carolina
Schedule of Top Ten Sewer Customers
Fiscal Year Ended June 30, 2009

Table 17

Customer	Type of Business	Consumption (CCF)	Amount Billed	Percent of Total Water and Sewer Operating Revenue
Davidson County Schools	Public School System	17,274	\$107,953	1.45%
Lexington Memorial Hospital	Hospital	23,208	68,479	0.92%
Atrium Companies Inc.	Vinyl Windows & Doors	9,927	56,387	0.76%
Davidson County	Government	15,405	54,060	0.73%
NC Department of Corrections	Prison	17,823	52,060	0.70%
Lexington Housing Authority	Public Housing	14,567	47,955	0.65%
Kimberly Clark Corp.	Tissue Products	15,412	43,731	0.59%
Brookstone Rest Home	Rest Home	6,890	38,132	0.51%
Richard Childress Racing	Racing and Museum	4,958	32,569	0.44%
Parkdale Mills Inc.	Textiles	9,367	30,308	0.41%
		134,831	\$531,634	7.16%

City of Lexington, North Carolina
Schedule of Top Ten Natural Gas Customers (1)
Fiscal Year Ended June 30, 2009

Table 18

Customer	Type of Business	Consumption (DT)	Amount Billed	Percent of Total Operating Revenue
Kimberly Clark Corp.	Tissue Products	156,994	\$1,758,234	9.69%
PPG Industries	Glass Products	754,007	749,673	4.13%
Cunningham Brick	Brick & Structural Clay	101,818	728,400	4.01%
J E Jones Lumber Company	Lumber Dry Kiln	51,528	594,971	3.28%
Lexington Memorial Hospital	Hospital	39,881	449,706	2.48%
Smurfit Stone Container Corp.	Corrugated Fiber Boxes	34,869	425,813	2.35%
Morton Metalcraft	Sheet Metal	31,703	405,599	2.23%
Leggett & Platt, Inc.	Furniture	21,820	312,682	1.72%
Hanes Construction Co.	Paving	22,151	263,834	1.45%
Prime Lumber Company	Lumber Dry Kiln	18,949	219,410	1.21%
		1,233,720	\$5,908,322	32.55%

Note: (1) Excludes off-system sales.



City of Lexington, North Carolina
Ratios of Outstanding Debt by Type
Last Seven Fiscal Years

Fiscal Year	Governmental Activities		Business-type Activities	
	General Obligation Bonds	Capital Leases	Sewer Bonds	General Obligation Bonds
2003	2,980,000	906,511	5,555,000	3,220,000
2004	2,750,000	1,540,366	5,230,000	2,975,000
2005	2,510,000	1,259,848	4,905,000	2,720,000
2006	2,260,000	1,152,755	4,580,000	2,455,000
2007	2,000,000	893,879	4,255,000	2,180,000
2008	1,730,000	876,623	3,930,000	1,890,000
2009	1,445,000	1,401,303	3,680,000	1,590,000

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

(1) Refer to the Schedule of Demographic and Economic Statistics for personal income and population data.

City of Lexington, North Carolina
Ratios of Outstanding Debt by Type
Last Seven Fiscal Years

Table 19

<u>Business-type Activities</u>				
Revenue Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
3,234,000	5,558,711	21,454,222	4.04%	1,055
2,905,000	10,164,786	25,565,152	4.50%	1,248
2,557,000	9,508,784	23,460,632	3.93%	1,139
2,189,000	8,682,116	21,318,871	3.54%	1,019
5,445,555	7,969,184	22,743,618	3.71%	1,087
4,830,805	11,125,077	24,382,505	NA	1,153
4,191,352	10,257,958	22,565,613	NA	1,056

City of Lexington, North Carolina
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Table 20

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2000	3,615,000	-	3,615,000	0.34%	187
2001	3,410,000	-	3,410,000	0.30%	170
2002	3,200,000	-	3,200,000	0.25%	159
2003	2,980,000	-	2,980,000	0.23%	147
2004	2,750,000	-	2,750,000	0.21%	134
2005	2,510,000	-	2,510,000	0.20%	122
2006	2,260,000	-	2,260,000	0.17%	108
2007	2,000,000	-	2,000,000	0.15%	96
2008	1,730,000	-	1,730,000	0.12%	82
2009	1,445,000	-	1,445,000	0.10%	68

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

(1) Refer to the Schedule of Analysis of Current Tax Levy for property valuation data.

(2) Refer to the Schedule of Demographic and Economic Statistics for population data.

City of Lexington, North Carolina
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2009

Table 21

<u>Government Unit</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable to City of Lexington (1)</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes: Davidson County	\$ 111,594,450	11.54%	<u>\$ 12,878,000</u>
Subtotal, overlapping debt			<u>\$ 12,878,000</u>
City of Lexington, direct debt			<u>2,846,303</u>
Total direct and overlapping debt			<u><u>\$ 15,724,303</u></u>

Source: Davidson County debt outstanding data provided by Davidson County which includes General Obligation bonds, Certificates of Participation, Installment Financing, and Qualified Zone Academy Bonds. Assessed value data used to estimate applicable percentages provided by Davidson County Tax Department.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Lexington. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

(1) The percentage applicable to City of Lexington is a ratio of the City's assessed valuation of \$1,485,096,447 divided by the County's assessed valuation of \$12,867,822,046.

City of Lexington, North Carolina
 Legal Debt Margin Information
 Last Ten Fiscal Years

	Fiscal Year				
	2000	2001	2002	2003	2004
Debt limit	\$ 86,315,617	\$ 90,181,042	\$ 102,439,661	\$ 103,058,010	\$ 103,397,483
Total net debt applicable to limit	11,719,517	12,438,492	10,740,636	15,000,222	19,685,151
Legal debt margin	<u>\$ 74,596,100</u>	<u>\$ 77,742,550</u>	<u>\$ 91,699,025</u>	<u>\$ 88,057,788</u>	<u>\$ 83,712,332</u>
Total net debt applicable to the limit as a percentage of debt limit	13.58%	13.79%	10.48%	14.56%	19.04%

Note: Under state finance law, the City of Lexington's outstanding general obligation debt should not exceed 8 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

City of Lexington, North Carolina
 Legal Debt Margin Information
 Last Ten Fiscal Years

Table 22

		Fiscal Year				
		2005	2006	2007	2008	2009
\$	102,498,691	\$ 104,537,339	\$ 105,707,349	\$ 117,965,215	\$ 118,807,716	
	18,183,632	16,674,871	15,118,063	17,661,700	16,784,261	
\$	84,315,059	\$ 87,862,468	\$ 90,589,286	\$ 100,303,515	\$ 102,023,455	
	17.74%	15.95%	14.30%	14.97%	14.13%	

Legal Debt Margin Calculation for Fiscal Year 2009

Total Assessed Valuation	\$ 1,485,096,447
Debt limit (8 percent of total assessed value)	118,807,716
Debt applicable to limit (gross debt):	
Authorized and outstanding G.O. bonded debt	6,715,000
Outstanding debt not evidenced by bonds	11,659,261
Less Statutory deductions for electric bonds	1,590,000
Total net debt applicable to limit	16,784,261
Legal debt margin available to the City under North Carolina General Statute 159-55(C).	\$ 102,023,455

City of Lexington, North Carolina
 General Obligation Bond Coverage
 Electric Fund
 Last Ten Fiscal Years

Table 23

Fiscal Year	Electric Charges and Other (1)	Less: Operating Expenses (2)	Net Revenues Available for Debt Service	Debt Service			Coverage
				Principal	Interest	Total	
2000	41,178,833	36,399,104	4,779,729	215,000	181,168	396,168	12.06
2001	42,651,093	37,479,196	5,171,897	220,000	171,680	391,680	13.20
2002	40,906,313	37,909,774	2,996,539	230,000	161,967	391,967	7.64
2003	43,987,327	39,681,137	4,306,190	240,000	151,805	391,805	10.99
2004	43,308,156	39,543,477	3,764,679	245,000	141,193	386,193	9.75
2005	42,168,380	39,549,613	2,618,767	255,000	130,355	385,355	6.80
2006	42,895,678	40,267,970	2,627,708	265,000	119,068	384,068	6.84
2007	42,292,328	39,987,682	2,304,646	275,000	107,330	382,330	6.03
2008	43,422,289	40,412,896	3,009,393	290,000	95,143	385,143	7.81
2009	42,479,263	40,302,443	2,176,820	300,000	82,065	382,065	5.70

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.
 (1) Electric charges and other includes nonoperating revenues and expenses excluding bond interest.
 (2) Operating expenses exclude depreciation.

City of Lexington, North Carolina
 General Obligation Bond Coverage
 Water and Sewer Fund
 Last Ten Fiscal Years

Table 24

Fiscal Year	Water & Sewer Charges and Other (1)	Less: Operating Expenses (2)	Net Revenues Available for Debt Service	Debt Service			Coverage
				Principal	Interest	Total	
2000	4,648,363	3,908,282	740,081	325,000	317,628	642,628	1.15
2001	5,369,647	4,180,966	1,188,681	325,000	301,065	626,065	1.90
2002	5,474,284	4,520,552	953,732	325,000	284,503	609,503	1.56
2003	5,945,300	4,560,910	1,384,390	325,000	267,940	592,940	2.33
2004	6,100,327	4,418,791	1,681,536	325,000	251,378	576,378	2.92
2005	6,742,365	5,097,738	1,644,627	325,000	234,715	559,715	2.94
2006	6,608,461	5,115,088	1,493,373	325,000	218,053	543,053	2.75
2007	7,221,574	5,437,153	1,784,421	325,000	201,390	526,390	3.39
2008	7,142,757	5,340,220	1,802,537	325,000	184,728	509,728	3.54
2009	7,363,260	5,845,747	1,517,513	250,000	168,065	418,065	3.63

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

(1) Water and Sewer charges and other includes nonoperating revenues and expenses excluding bond interest.

(2) Operating expenses exclude depreciation.

City of Lexington, North Carolina
Pledged-Revenue Coverage
Natural Gas Fund
Last Ten Fiscal Years

Table 25

Fiscal Year	Natural Gas Charges and Other (1)	Less: Operating Expenses (2)	Net Revenues Available for Debt Service	Debt Service			Coverage
				Principal	Interest	Total	
2000	14,477,382	12,411,403	2,065,979	262,000	248,000	510,000	4.05
2001	25,238,110	22,552,258	2,685,852	277,000	232,911	509,911	5.27
2002	15,423,844	14,063,033	1,360,811	293,000	216,966	509,966	2.67
2003	20,031,133	17,933,723	2,097,410	310,000	200,121	510,121	4.11
2004	23,027,897	20,629,801	2,398,096	329,000	182,249	511,249	4.69
2005	26,245,084	23,576,131	2,668,953	348,000	163,335	511,335	5.22
2006	23,306,038	21,497,627	1,808,411	368,000	143,335	511,335	3.54
2007	18,165,648	15,972,784	2,192,864	643,445	186,678	830,123	2.64
2008	18,141,542	15,769,517	2,372,025	614,750	219,125	833,875	2.84
2009	18,114,746	15,492,112	2,622,634	639,453	194,664	834,117	3.14

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.
(1) Natural Gas charges and other includes nonoperating revenues and expenses excluding bond interest.
(2) Operating expenses exclude depreciation.

City of Lexington, North Carolina
Demographic and Economic Statistics
Last Ten Fiscal Years

Table 26

Fiscal Year	Population (1)	Personal Income (amounts expressed in thousands)	Per Capita Personal Income (2)	Unemployment Rate (3)
2000	19,342	516,799	26,719	2.8
2001	20,030	515,752	25,749	4.4
2002	20,121	514,816	25,586	7.0
2003	20,327	533,137	26,228	6.9
2004	20,492	557,485	27,205	7.2
2005	20,605	566,287	27,483	6.2
2006	20,918	592,586	28,329	5.8
2007	20,927	613,831	29,332	5.9
2008	21,149	NA	NA	5.7
2009	21,378	NA	NA	10.7

Sources: (1) NC Office of State Budget and Management
(2) Bureau of Economic Analysis, a division of the US Department of Commerce
(3) Employment Security Commission of North Carolina

Note: Per Capita Personal Income is information for Davidson County.
Personal Income for Lexington is the combination of city population multiplied
times the per capita income.
Unemployment rate data reflects fiscal year averages for the micropolitan area
of Thomasville-Lexington.

City of Lexington, North Carolina
Principal Employers
Current Year and Nine Years Ago

Table 27

Employer	2009			2000		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Davidson County Schools	1000+	1	1.43%+	NA	NA	NA
Davidson County	500-999	2	0.71%-1.43%	NA	NA	NA
Atrium Companies Inc.	500-999	3	0.71%-1.43%	NA	NA	NA
Wal-Mart Associates Inc.	500-999	4	0.71%-1.43%	NA	NA	NA
Davidson County Community College	500-999	5	0.71%-1.43%	NA	NA	NA
Lexington Memorial Hospital	500-999	6	0.71%-1.43%	NA	NA	NA
Bradley Personnel Inc.	500-999	7	0.71%-1.43%	NA	NA	NA
Lexington City Schools	500-999	8	0.71%-1.43%	NA	NA	NA
Thomasville Medical Center	500-999	9	0.71%-1.43%	NA	NA	NA
PPG Industries	500-999	10	0.71%-1.43%	NA	NA	NA
Food Lion	500-999	11	0.71%-1.43%	NA	NA	NA
Thomasville City Schools	250-499	12	0.36%-0.71%	NA	NA	NA
Jeld-Wen	250-499	13	0.36%-0.71%	NA	NA	NA
Thomasville Furniture Industries Inc.	250-499	14	0.36%-0.71%	NA	NA	NA
City of Lexington	250-499	15	0.36%-0.71%	NA	NA	NA
Richard Childress Racing	250-499	16	0.36%-0.71%	NA	NA	NA
Leggett & Platt, Inc.	250-499	17	0.36%-0.71%	NA	NA	NA
City of Thomasville	250-499	18	0.36%-0.71%	NA	NA	NA
Lowe's Home Centers Inc.	250-499	19	0.36%-0.71%	NA	NA	NA
NewBridge Bank	250-499	20	0.36%-0.71%	NA	NA	NA
Carilion Labs LLC	100-249	21	0.14%-0.36%	NA	NA	NA
Unilin Flooring NC LLC	100-249	22	0.14%-0.36%	NA	NA	NA
Facility Logistic Services LLC	100-249	23	0.14%-0.36%	NA	NA	NA
State of North Carolina	100-249	24	0.14%-0.36%	NA	NA	NA
Stanley Furniture Co. Inc.	100-249	25	0.14%-0.36%	NA	NA	NA

Source: Employment Security Commission of North Carolina

Note: Information available for Davidson County. No data available for 2000.

City of Lexington, North Carolina
 Full-time Equivalent City Government Employees by Function
 Last Ten Fiscal Years

Table 28

Function:	Fiscal Year									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
General government	28	29	29	31	23	24	24	24	24	24
Public safety										
Police										
Officers (1)	65	65	66	66	66	66	66	66	66	67
Civilians	15	16	12	11	11	11	11	11	11	11
Fire										
Firefighters and officers	47	47	47	47	47	47	47	47	47	47
Civilians	1	1	1	1	1	1	1	1	1	1
Community development	6	6	8	6	6	7	7	7	7	7
Highways and streets										
Engineering	5	5	5	5	5	5	4	4	4	4
Street	16	16	16	16	16	16	16	16	16	16
Sanitation	22	21	19	18	18	18	18	18	18	18
Culture and recreation	16	18	18	18	18	18	18	18	18	18
Electric	31	29	29	28	28	28	25	25	25	25
Water & Sewer	45	45	45	45	45	44	44	44	44	44
Natural Gas	20	20	20	20	21	21	21	21	21	21
Golf	9	9	9	9	8	8	8	8	8	6
Garage	8	8	8	8	8	8	8	8	8	8
Telephone (2)	1	1	-	-	-	-	-	-	-	-
Risk Management	2	2	2	2	2	2	2	2	2	2
Utility Administration (2)	23	23	25	25	30	30	29	29	28	27
Total	360	361	359	356	353	354	349	349	348	346

Source: City of Lexington Budget Office

Note: (1) One Gang Detective Officer funded in 2009 by Governor's Crime Commission grant.

(2) The Telephone Fund was closed in 2002. Telephone employees are now reported in the Utility Administration Fund.

City of Lexington, North Carolina
Operating Indicators per Function
Last Ten Fiscal Years

Function	Fiscal Year			
	2000	2001	2002	2003
Primary Government:				
Public safety				
Police				
Physical arrests	NA	3,017	3,275	3,434
Parking tickets	NA	2,713	2,551	2,229
Calls for service	NA	55,175	56,562	51,478
Citations	NA	3,623	5,603	5,234
Fire				
Number of calls answered	NA	918	1,185	1,212
Inspections	NA	67	123	73
Community development				
Number of minimum housing inspections	NA	NA	NA	NA
Number of building inspections	NA	NA	NA	NA
Number of nuisance complaints	850	1,086	1,066	1,618
Highways and streets				
Street resurfacing (miles)	-	-	-	-
Feet of sidewalk replaced/repared	NA	NA	NA	NA
Sanitation				
Refuse collected (tons/year)	12,723	17,105	16,891	14,074 (1)
Recyclables collected (tons/year)	317	295	391	451
Culture and recreation				
Athletic program enrollment	NA	NA	NA	NA
Park reservations	NA	NA	NA	NA
Pool admissions	NA	NA	NA	NA
Recreational program enrollment	NA	NA	NA	NA
Business-type activities:				
Electric				
kWh sold	458,138,559	467,913,374	450,328,321	453,001,042
Number of customers	17,980	18,194	18,130	18,214
Water				
ccf sold	1,612,000	1,650,147	1,426,218	1,351,827
Number of customers	8,698	8,756	8,542	8,496
Sewer				
ccf sold	1,097,000	1,191,305	1,035,265	1,014,977
Number of customers	7,584	7,700	7,708	7,780
Natural gas				
dt sold	3,018,101	3,249,850	2,349,043	2,906,965
Number of customers	7,668	7,892	7,936	8,026
Golf course				
Rounds sold	32,852	30,777	32,286	25,841
Number of passholders	145	126	130	102

Source: Various city departments

Note: Indicators are not available for the general government function.

- (1) Effective 1/1/03, commercial dumpster refuse no longer collected by the city.
- (2) Effective fiscal year 2008, area light consumption included in kWh sold.
- (3) Effective fiscal year 2009, customer count adjusted to correspond with federal and state reporting requirements.
- (4) Lexington Municipal Course closed for renovations 11/3/2003 to 10/31/2004.

City of Lexington, North Carolina
 Operating Indicators per Function
 Last Ten Fiscal Years

Table 29

Fiscal Year					
2004	2005	2006	2007	2008	2009
3,725	3,702	4,313	4,251	3,845	3,689
2,473	2,255	2,434	2,413	2,118	1,650
57,287	57,596	60,398	58,398	56,860	60,714
4,511	4,971	4,342	4,574	4,274	4,466
1,032	1,031	1,141	1,108	1,109	1,106
574	459	335	113	207	268
2,487	2,742	2,891	2,904	2,825	2,763
1,808	1,708	1,774	2,590	2,120	1,775
1,386	1,113	904	945	737	674
-	11.5	-	3.15	3.74	2.40
2,340	1,055	1,285	2,272	2,631	1,691
8,768	8,761	7,846	8,668	8,270	7,785
323	401	291	347	377	357
NA	1,030	1,045	1,191	1,043	1,203
NA	271	253	256	284	295
NA	4,781	5,157	5,149	5,238	5,523
NA	391	377	405	511	398
442,548,845	430,622,662	425,357,371	413,869,167	421,787,331 (2)	402,228,635
18,224	18,353	18,461	18,477	18,536	18,154 (3)
1,282,558	1,350,131	1,280,320	1,254,704	1,242,648	1,168,340
8,402	8,390	8,371	8,350	8,334	8,338
952,280	972,430	956,426	936,410	900,333	856,751
7,775	7,913	7,994	8,039	8,036	7,963
2,992,946	2,867,432	2,415,434	2,266,762	2,136,715	2,056,501
8,045	8,336	8,760	8,696	8,845	8,949
10,911 (4)	18,574 (4)	29,376	31,055	34,193	30,467
0 (4)	141	125	102	102	92

City of Lexington, North Carolina
 Capital Asset Statistics by Function
 Last Ten Fiscal Years

Function	Fiscal Year			
	2000	2001	2002	2003
Primary Government:				
General Government				
Administrative vehicles	8	9	9	8
Motor pool fleet	2	2	2	2
Public safety				
Police				
Stations	1	1	1	1
Police vehicles	65	64	63	63
Fire				
Fire stations	3	3	3	3
Fire trucks	8	9	8	8
Highways and streets				
Streets (miles)	122.2	122.2	123.2	123.4
Sanitation				
Collection trucks and equipment	29	28	28	28
Culture and recreation				
Parks	16	16	16	16
Swimming pools	2	2	2	2
Tennis courts	15	15	15	15
Basketball courts	12	12	12	12
Athletic fields	9	9	9	9
Walking, jogging and hiking trails (miles)	2.4	2.4	2.4	2.4
Business-type activities:				
Electric				
Number of distribution stations	9	9	9	10
Number of delivery stations	2	2	2	2
Water and Sewer				
Water lines (miles)	185.3	185.4	185.4	185.5
Sewer lines (miles)	182.8	184.8	186.5	187.5
Maximum daily treatment capacity water (millions of gallons)	7.2	7.2	7.2	7.2
Maximum daily treatment capacity sewer (millions of gallons)	5.5	5.5	5.5	5.5
Natural Gas				
Distribution Lines (miles)	446	451	459	465

Sources: Various city departments and city capital asset records.

Note: No capital asset indicators are available for economic and physical development and golf.

City of Lexington, North Carolina
 Capital Asset Statistics by Function
 Last Ten Fiscal Years

Table 30

Fiscal Year					
2004	2005	2006	2007	2008	2009
	9	9	9	8	8
	2	2	2	25	27
	1	1	1	1	1
	62	70	70	67	72
	3	3	3	3	3
	8	8	8	8	7
	123.0	123.1	123.3	125.1	124.9
	27	27	28	26	27
	16	16	16	17	17
	2	2	2	2	2
	15	15	15	15	15
	12	12	12	12	12
	9	9	9	9	9
	2.4	2.4	2.4	2.75	2.75
	10	10	10	10	10
	2	2	2	2	2
	185.5	185.5	187.0	187.0	187.0
	188.5	192.5	196.0	202.0	202.0
	7.2	7.2	7.2	7.2	7.2
	5.5	6.5	6.5	6.5	6.5
	485	501	533	550	591
				591	606

