

## Town of Cortland

### February 2026 Financial Notes

1. Property tax revenue has exceeded the budget by \$16,393.
2. Road and Bridge tax revenue was \$15,255 as of February 2026. This is \$2,245 less than the budgeted amount.
3. Building and Zoning permit revenue was \$62,967 compared to a budgeted amount of \$60,000.
4. State Income tax revenue was \$678,619 or \$61,381 less than the budgeted amount of \$740,000. It is expected that state income tax revenue will meet or exceed the budget by year end.
5. Sales tax revenue was \$221,869 or \$98,131 less than the budgeted amount of \$320,000.
6. Local use tax revenue was \$28,147 compared to a budget of \$220,000. This revenue will not meet the budgeted amount due to the changes in allocating the revenue by the State of IL.
7. Replacement taxes in total were \$23,317 or \$10,558 less than the budgeted amount of \$33,875. It is expected that the replacement tax revenue will meet the budgeted amount by year end. Replacement taxes include video gaming taxes and cannabis taxes.
8. Other permit revenue totaled \$500 compared to a budget of \$2,600. Liquor licenses will be billed by the Town on March 31<sup>st</sup>. The liquor license billing includes video gaming fees.
9. Franchise fees were \$14,218 or 47% collected when compared to the budget of \$30,000.
10. Telecom tax revenue was \$4,371 which is \$1,629 less than the budget.
11. Interest in investments in the general fund was \$8,506, which was \$15,494 less than what was budgeted. The general fund does not have the high cash balances as in years past for the interest allocation that is spread among all the funds.
12. Total revenue for the general fund was \$2,630,621 or 86% collected when compared to the total budget of \$3,060,711.
13. Employee health insurance is over budget by \$8,328. The rate increase as of 1/1/2026 was larger than expected and the Town is obtaining health insurance quotes from IPBC.
14. In total, the administration expenses totaled \$481,522 or \$64,203 less than a total budget of \$545,725. Administration expenses are 88% spent when compared to the budget.

15. Total public works expenses were \$616,082 or \$214,234 less than total budgeted expenses of \$830,316 as of February 2026.
16. Total police department expenses were \$1,077,607 which is 81% spent when compared to a total budget of \$1,330,050. There are \$252,443 of unspent funds. This remaining budget will mostly be used for salary and health insurance expenses. The police union contract has financially impacted the Town's budget. With the extra pay items such as shift differential and the amount of overtime being used, the department has experienced higher salary expenses. It is recommended to utilize part time police officers to help curb the amount of overtime being used.
17. Total engineering and zoning expenses were \$215,441 as of February 2026. This is 27% of the total budgeted expenses of \$801,900.
18. The net revenue for the General fund is \$239,969 as of February 2026.
19. The Motor Fuel Tax revenue was \$187,652 or 80% received when compared to the total budget of \$235,000.
20. Total Motor Fuel Tax expenses were \$47,475. Unspent funds for the MFT fund were \$167,525 as of February. Total net revenue was \$140,176.
21. Total revenue for the capital improvement fund was \$376,894 or 83% collected when compared to the total budgeted revenue of \$452,250.
22. Total capital improvement expenses were \$750,940 or 56% spent when compared to the total budget of \$1,349,686. The capital improvement fund had a net loss of \$374,046. This fund is intentionally budgeted to have a loss.
23. The sewer fund had total revenues received of \$712,958. This is 84% of the budgeted revenue in the sewer fund.
24. The total sewer fund expenses amounted to \$306,412 and had unspent funds of \$224,553. The net revenue in the sewer fund was \$406,546 as of February.
25. The water fund's total revenue was \$577,174 and is 83% collected when compared to the total budget.
26. The water fund's total expenses were \$453,730 and had \$217,755 unspent funds as of February. The water fund had net revenue of \$123,444.
27. The restricted asset fund had total revenue of \$77,253. When compared to the total budgeted revenue, the fund received 63% of revenues.
28. The restricted asset fund had total expenses of \$91,564 and unspent funds of \$70,082. The restricted asset fund's net loss was \$14,311. This fund is intentionally budgeted to have a loss.
29. The TIF fund had total revenues of \$751,004. This is \$91,004 more than what was budgeted for in FY2026.
30. The TIF fund's expenses were \$342,150 and have unspent funds of \$918,350. The total net revenue was \$408,854 as of February.

