



Agenda Item Executive Summary

Item Name CY 2026 Budget Preview Committee or Board Committee

BUDGET IMPACT

<i>Amount:</i>	N/A	<i>Budgeted:</i>	N/A
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<i>List what fund:</i>	N/A
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EXECUTIVE SUMMARY

This item presents a comprehensive preview of the Village’s projected revenues for Calendar Year 2026 across all major funds. It serves as the foundation for departmental budget development and outlines key assumptions, trends, and challenges facing the Village’s financial planning process.

General Fund revenues are projected at \$2.156 million, a 2% increase over 2025. Despite modest gains in sales tax and state-shared revenues, revenue growth remains insufficient to keep pace with rising operational costs, necessitating strategic reviews of departmental expenditures.

Motor Fuel Tax (MFT) revenue remains stable but is insufficient to match escalating infrastructure costs, reinforcing the need for supplemental funding strategies. The Community Development Fund shows flat growth at \$210,150, with steady but limited revenues from permits, fees, and gaming. Strategic Reserves are supported only by interest earnings, positioning the fund for long-term capital rather than operational use. Fourth of July event funding is stable, with increased donations expected to reduce reliance on inter-fund transfers.

The Water Operations & Maintenance Fund anticipates a 7% revenue increase, driven by strong performance in municipal sales tax and water usage charges, but long-term sustainability concerns persist due to aging infrastructure and capital demands.

This item initiates the next phase of the budget process: finalization of department submissions, followed by internal review and eventual Village Board discussion over a series of meetings.

ATTACHMENTS (PLEASE LIST)

Staff Memo, CY 2026 Budget Revenue Projections

ACTION REQUESTED

- For Discussion Only
- Resolution
- Ordinance
- Motion:

MOTION:

Staff: Joseph Dienberg Date: 11/19/2025