VILLAGE OF MOUNT

PROSPECT

FINANCIAL REPORT

Year-to-Date April 30, 2026

Prepared By

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Director of Finance

TO: VILLAGE PRESIDENT, BOARD OF TRUSTEES, AND FINANCE COMMISSION

FROM: AMIT THAKKAR, DIRECTOR OF FINANCE

DATE: MAY 28, 2026

SUBJECT: YEAR TO DATE FINANCIAL REPORT – APRIL 2026

In an effort to provide the most transparent and relevant financial information in a timely manner, we are submitting this report herewith. The report contains relevant data and analytical information for the Village's financial affairs. The report is prepared based on the most recent available financial information (internal and external). The report is divided into five sections, including a) Cash and Investments, b) Revenues, c) Expenses, d) Fund Balance Analysis, and e) Other Items that may contain relevant new issues and items representing and impacting the Village's financial interest and well-being. Normally, this report is prepared for each month. Normally, this report is prepared monthly. However, due to delayed data from Cook County, the monthly reports were delayed, and this report summarizes activities from January 2026 to April 2026 (where possible).

a) Cash and Investments

The Village of Mount Prospect maintains a sufficient cash balance at various banking and investment institutions for the smooth operation of the Village's day-to-day activities. The remainder of the cash assets are invested in multiple interest-earning accounts and investment options in accordance with the Village's Investment Policy. As of January 1, 2026, the beginning cash and cash equivalents totaled $101.5 million. During the first four months of the year, the Village collected cash receipts totaling $55.3 million. The investment income for the month totaled $1.7 million. The year-to-date payroll cost was $8.2 million, and accounts payable were paid in the amount of $32.7 million. The inter-fund activity increased the cash position by $133,614, while other disbursements totaled $94,825. As of April 30, 2026, the Village's Cash and Cash Equivalents totaled $126.5 million.

GOVERNMENTAL AND ENTERPRISE FUNDS

	Cash and Cash Equivalents	Investments	Total Cash and Investments
Balance at January 1, 2026	$ 101,488,441	$ 29,190,135	$ 130,678,576
Cash receipts	55,274,162	-	55,274,162
Investment income	1,632,832	53,159	1,685,991
Transfers from investments to cash	13,755,789	(13,755,789)	-
Transfers to investments from cash	(4,827,100)	4,827,100	-
Interfund activity	133,614	-	133,614
Disbursements:			
Accounts payable	(32,694,505)	-	(32,694,505)
Payroll	(8,200,094)	-	(8,200,094)
Other	(94,825)	-	(94,825)
Balance at April 30, 2026	$ 126,468,314	$ 20,314,605	$ 146,782,919

As of April 30, 2026, the Village had $20.3 million invested in long-term investments, including U.S. Treasury, AAA+ rated money-market funds, and FDIC-insured CDs. The cash, cash equivalents, and investments totaled $146.8 million as of April 30, 2026.

The table below summarizes the cash, cash equivalents, and investments by fund type as of April 30, 2026.

Fund Details		Amount
General Fund	$	52,293,378
Special Revenue Funds		34,027,467
Debt Service Funds		1,968,956
Capital Projects Funds		21,209,241
Enterprise Funds		19,281,506
Internal Service Funds		18,002,371
Total Cash and Cash Equivalents	$	146,782,919

In addition to the funds summarized above, the Village of Mount Prospect has $1,325,874 in escrow accounts under the umbrella of Other Trust and Agency Funds.

b) <u>Revenues</u>

The data below summarizes the revenue recognized by the Village through April 2026.

Revenue Category	Budget 2026	Actual YTD Apr 2026	% of Annual Budget	Actual YTD Apr 2025	Actual YTD 2026 vs.Actual YTD 2025	% Change
Property Taxes	25,537,577	6,639,038	26.0%	13,027,494	(6,388,457)	-49.0%
Other Taxes	17,194,500	2,890,732	16.8%	2,440,017	450,716	18.5%
Intergovernmental Revenue	76,740,509	8,378,841	10.9%	7,985,550	393,292	4.9%
Licenses, Permits & Fees	2,059,752	1,031,466	50.1%	734,988	296,478	40.3%
Charges For Services	49,996,827	16,326,593	32.7%	14,925,962	1,400,631	9.4%
Fines & Forfeits	541,250	218,290	40.3%	185,340	32,950	17.8%
Investment Income	3,257,800	1,670,414	51.3%	1,729,884	(59,470)	-3.4%
Other Financing Sources	8,751,000	30,700	0.4%	52,502	(21,802)	-41.5%
Other Revenue	2,947,168	1,119,546	38.0%	931,494	188,052	20.2%
Reimbursements	730,800	183,349	25.1%	484,046	(300,697)	-62.1%
Total Revenues	**187,757,183**	**38,488,970**	**20.5%**	**42,497,277**	**(4,008,307)**	**-9.4%**

The above amounts do not represent all revenues to be recognized for the period under review. Certain state taxes, such as sales tax, home rule sales tax, and a few other taxes, will be received by the Village in May 2026 and later. Additionally, during April 2026, the Village received the following revenues from the State, which relate to a period prior to April 2026. These amounts are distributed after the State administrative fee deduction of $11,255.

Revenues	Original Revenue Month	Revenue Recognition Month	Received by the Village	Amounts
State Sales Tax	Jan-26	Apr-26	Apr-26	3,754,106
Home Rule Sales Tax	Jan-26	Apr-26	Apr-26	677,982
Business District Tax	Jan-26	Apr-26	Apr-26	28,045
Auto Rental Tax	Jan-26	Apr-26	Apr-26	2,451
Telecom Tax	Jan-26	Apr-26	Apr-26	73,596
Total Revenues				**$ 4,536,181**

The actual revenue recognized by the Village totaled $38.5 million through April 2026, representing 20.5 percent of the annual budget. The overall recognized revenues are trending lower compared to the 2025 collection for the same period, due to timing issues with property taxes.

Property Taxes: The Village's total levy for the year is $18,235,179. The total property tax budget, including TIF increments, is $25.5 million. The Village collected $6.6 million in property taxes through April 2026. Normally, the property taxes are due in two installments: one in March and one in August. Due to technological delays from Cook County, the first installment due date was pushed from March 1, 2026, to April 1, 2026. This delay has resulted in a lower recognition of the property tax revenues for the Village. The Village is hopeful of collecting its budgeted levy for the year.

Other Taxes: The category of Other Taxes includes all taxes enacted per local ordinances, including Home Rule Sales Tax, Hotel/Motel, Food and Beverage, Municipal Motor Fuel Tax, Utility Taxes, etc. As the State collects some of these taxes, there is a three-month lag between the actual sales and the tax remittance. In addition, all local economic activities for April 2026 are reported in May 2026 or later. The YTD tax collection under this category totals $2.9 million and it represents 16.8 percent of the annual budget. The reported collection is higher by $450,716, or 18.5 percent compared to the previous year's collection. The reported amount for 2026 mainly includes $677,982 in home-rule sales tax, $708,696 in utility taxes, $1.5 million in use taxes, and $32,166 in other misc. items. The use tax includes $440,496 in food & beverage tax, $611,553 in real estate transfer tax, $181,898 in municipal motor-fuel tax, $173,567 in grocery taxes, and $64,372 in other local taxes. This is the first collection of the recently enacted grocery tax, which has surpassed our initial estimate by 125 percent. The home-rule sales tax reflects a 11.4 percent increase over the 2026 collection for the same period. Due to recent changes in the law, out-of-state businesses selling items in the State of Illinois are now required to pay destination-based sales tax and the same has resulted in a higher amount of home-rule sales tax collections.

Intergovernmental Revenue: This category includes all the State shared taxes, including State Sales Tax, Income Tax, Use Tax, Motor Fuel Tax, and Grants. The Village is vigilantly tracking all intergovernmental revenues. As most of these taxes are collected by the State, there is a three-month lag between the actual sales and the tax remittance. The Village recognized $8.4 million in intergovernmental revenues through April 2026. This amount does not represent the total revenues to be recognized during the month, as significant revenues will be reported and collected after April 2026. The overall recognized revenues are trending higher by $393,292, or 4.9 percent, compared to the amount recognized last year for the same period. The State income tax revenue is recognized on a cash basis in the month of receipt and represents 5.0 percent growth compared to the 2025 collections. The sales tax amount for 2026 represents a 13.6 percent growth. The data in the table below represents major intergovernmental revenue line items. Please note that the table reports only selected major items under the category of intergovernmental revenues.

Major State Taxes	Actual YTD Apr 2026	Actual YTD Apr 2025	Actual YTD 2026 vs.Actual YTD 2025	% Change
002 - State Income Tax	3,600,667	3,429,361	171,306	5.0%
003 - State Motor Fuel Tax	626,929	619,027	7,902	1.3%
004 - State Sales Tax	3,580,539	3,152,469	428,070	13.6%
005 - State Use Tax	126,805	441,794	(314,989)	-71.3%
006 - Video Gaming Tax	92,318	91,125	1,193	1.3%
007 - Cannabis Education Fund	21,281	22,265	(984)	-4.4%
008 - Municipal Cannabis Tax	3,905	7,057	(3,152)	-44.7%
Total State Taxes	**8,052,444**	**7,763,098**	**289,346**	**3.7%**

Due to recent changes in the law, a few items previously reported under use tax are now being reported under sales tax and this shift is responsible for the lower use tax and higher sales tax amounts. This change has resulted in a reduction of $314,989 in the use tax collections.

Licenses & Permits: The Village collected $1,031,466 in license and permit fees through April 2026. This amount is trending higher by $296,478, or 40.3 percent, compared to last year's collection. The overall collection represents 50.1 percent of the annual budget for the category.

Business Licenses & Permits	Actual YTD Apr 2026	Actual YTD Apr 2025	Actual YTD 2026 vs.Actual YTD 2025	% Change
409 - Business Licenses & Permits	579,088	572,350	6,738	1.2%
410 - Nonbusiness Licenses & Permits	452,378	162,637	289,740	178.2%
Total Business Licenses & Permits	**1,031,466**	**734,988**	**296,478**	**40.3%**

Charges for Services: The Village collected $16.3 million in charges for services through April 2026. The amount represents 32.7 percent of the annual budget for the category, and it is trending higher by $1.4 million, or 9.4 percent, compared to last year's collection. An increase in the water, sewer and refuse rates, along with an increase in the ambulance billing fee has resulted in a higher collection compared to last year's .

Investment Income: The Village earned $1.7 million in investment income through April 2026, which represents 51.3 percent of the category's annual budget. The recognized amount is lower by $59,470 or 3.4 percent compared to last year's recognition.

Other Categories: All other revenue categories collectively generated $1.6 million through April 2026. The amount mainly includes $218,290 in fines and forfeitures, $1.1 million in other revenues, $30,700 in other financing sources, and $183,349 in reimbursements.

c) **Expenditure**

The data below recaps the expenditures incurred through April 2026.

Departments	Budget 2026	Actual YTD Apr 2026	% of Annual Budget	Actual YTD Apr 2025	Actual YTD 2026 vs.Actual YTD 2025	% Change
10 Public Representation	799,407	191,492	24.0%	119,297	72,196	60.5%
20 Village Administration	6,419,190	1,632,827	25.4%	1,735,950	(103,123)	-5.9%
30 Finance	3,351,906	986,985	29.4%	654,269	332,716	50.9%
40 Community Development	10,057,070	1,430,463	14.2%	1,467,564	(37,100)	-2.5%
50 Human Services	1,741,760	510,394	29.3%	547,837	(37,443)	-6.8%
60 Police	29,388,096	6,731,102	22.9%	9,037,380	(2,306,278)	-25.5%
70 Fire	28,252,534	7,750,961	27.4%	7,795,841	(44,880)	-0.6%
80 Public Works	96,651,267	15,476,466	16.0%	11,816,921	3,659,545	31.0%
00 ND	32,412,464	5,106,021	15.8%	4,666,906	439,115	9.4%
Total Expenditures	**209,073,695**	**39,816,711**	**19.0%**	**37,841,964**	**1,974,747**	**5.2%**

The above amounts do not include the expenditure for the Pension Funds, as they are separate entities. The above amounts are unaudited and subject to change with accrual/audit adjustments.

Departments	Budget 2026	Actual YTD Apr 2026	% of Annual Budget	Actual YTD Apr 2025	Actual YTD 2026 vs.Actual YTD 2025	% Change
Personnel	68,532,427	16,203,585	23.6%	20,021,021	(3,817,437)	-19.1%
Contractual Services	45,942,554	13,581,674	29.6%	13,219,975	361,700	2.7%
Commodities & Supplies	2,966,760	952,715	32.1%	766,530	186,185	24.3%
Capital Improvements	62,164,468	6,289,740	10.1%	3,381,209	2,908,531	86.0%
Debt Service	9,825,819	110,629	1.1%	111,688	(1,059)	-0.9%
Other Expenditures	10,890,667	2,678,368	24.6%	341,541	2,336,827	684.2%
Interfund Transfers	8,751,000	-	0.0%	-	-	++
Total Expenditures	**209,073,695**	**39,816,711**	**19.0%**	**37,841,964**	**1,974,747**	**5.2%**

Personnel Costs: The year-to-date expenditure on Personnel Costs, including benefits, is $16.2 million, or 23.6 percent of the annual budget for the category. The amount is trailing lower by $3.8 million, or 19.1 percent compared to last year's amount, mainly due to lower pension contributions resulted from delayed pension levy (property taxes) collections. The overtime expense through April 2026 totaled $875,792, an increase of $41,724 compared to last year's overtime expense of $834,069.

Contractual Services: This category covers most contractual services, including some large line items, such as JAWA water purchases, budgeted and grant-funded engineering studies, and other contracts. The Village incurred $13.6 million in contractual services, equating to 29.6 percent of the annual budgeted amount for the category. The expenditure amount is trending higher by $361,700 or 2.7 percent, mainly due to inflationary and timing issues.

Supplies: Through April 2026, the Village spent $952,715 on supplies, which totaled 32.1 percent of the annual budget. The commodities and supplies are trending higher by $186,185 or 24.3 percent, mainly due to increased gas and salt prices.

Capital Improvements: The Village initially had $51.1 million in approved capital improvement projects for 2026. In March 2026, the Village Board approved a budget amendment to carry over $11.8 million in unfinished projects from 2025 to 2026. With a few other amendments, the total budget for the category is set at $62.1 million for the year. The Village has spent $6.3 million for capital improvement projects through April 2026. Many projects start in spring and are concluded over the summer and fall.

Debt Service: Per the established debt service schedules, the Village's bond payments are due on June 1 and December 1. The Village processes these debt service payments a few days before due dates and keeps sufficient funds to execute them. The Village has not incurred any major debt service payments through April 2026. The amount mentioned above represents an accrued interest on developer's note.

Other Expenditure: This category includes a budget of $10.9 million and includes various risk management items as well as the TIF incentive amounts to be shared per the redevelopment agreements. To date, the Village has spent $2.7 million under this category, representing 24.6 percent of the annual budget.

Interfund Transfers: The amount represents various interfund transfers budgeted from the General Fund ($7,701,000) and from the Elk Grove Rural Special Service Area Fund ($1,050,000). These transfers are expected to be carried out during Q3-2026.

d) Fund Balance Analysis:

Fund balance is an essential tool to check the fiscal health of any governmental organization. The data below summarizes the Village's monthly unassigned/unrestricted general fund reserves.

Items/Details	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	Total
Revenues - Unaudited	92,637,923	2,543,651	1,649,824	2,202,278	9,216,481	15,612,234
Expenses - Unaudited	(79,224,128)	(4,748,755)	(4,859,572)	(5,883,416)	(4,803,764)	(20,295,506)
Net Monthly Surplus/(Deficit)	**13,413,795**	**(2,205,104)**	**(3,209,748)**	**(3,681,138)**	**4,412,717**	**(4,683,272)**
Ending Unrestricted Reserves	**54,762,593**	**52,557,489**	**49,347,741**	**45,666,603**	**50,079,321**	**50,079,321**
As % of General Fund Budget	60.3%	57.9%	54.3%	50.3%	55.1%	55.1%
Unencumbered Cash Balance	**33,572,719**	**42,766,908**	**46,582,517**	**45,666,603**	**50,079,321**	**50,079,321**
As % of General Fund Budget	37.0%	47.1%	51.3%	50.3%	55.1%	55.1%

* Fund Balance is unaudited, and subject to adjustments and other changes. The above analysis includes only unrestricted fund balance for the General Fund.

As of April 2026, the unrestricted fund balance is estimated at $50.1 million, which equates to 55.1 percent of the annual budget. Not all revenues and expenditure for the fiscal period are recognized. The year-to-date financial activities have resulted in a net deficit of $4,683,272. The unencumbered cash balance as of April 30, 2026, is $50.1 million, and it represents 55.1 percent of the annual budget. The Village fund balance policy recommends maintaining a fund balance between 30 to 50 percent of the annual budget. The current fund balance is in compliance with the fund balance policy. The above deficit of $4.7 million represents timing issues with the property tax payments. Should the Village have received the property tax payments on time from Cook County, the above deficit would not have happened, and the fund balance would have been higher then mentioned above.

Economic Emergency Fund

The Village Board authorized the creation of a new Economic Emergency Fund in May 2023 and approved a budget amendment funding $6.5 million from the General Fund reserves as an initial funding amount. The initial transfer was executed in May 2023 and invested in June 2023 in a AAA-rated I-prime account. The table below summarizes the Economic Emergency Fund activities for the month. During July 2024, the Village funded the second installment of $6.5 million. Also, the Economic Emergency Fund earned an interest income of $195,337 between January 2026 and April 2026. As of April 30, 2026, the Economic Emergency Fund reported an ending fund balance of $14,466,776, which comprises $13.0 million in Village Contributions from the General Fund and $1,466,776 in Investment Income.

Economic Emergency Fund	FY 2023	FY 2024	FY 2025	Q1-2026	Apr-26	Total
Village Contribution	6,500,000	6,500,000	-	-	-	13,000,000
Investment Income	195,690	495,944	579,805	166,807	28,530	1,466,776
Net Monthly Surplus/Deficit	**6,695,690**	**6,995,944**	**579,805**	**166,807**	**28,530**	**14,466,776**
Beginning Fund Balance	**-**	**6,695,690**	**13,691,634**	**14,271,439**	**14,438,246**	**-**
Ending Fund Balance	**6,695,690**	**13,691,634**	**14,271,439**	**14,438,246**	**14,466,776**	**14,466,776**

e) **Other Items:**

Month	2026					2025				
	Exempt Stanp	Non-exempt Stamp	Total Transactions	Tax Collected	Average Selling Price	Exempt Stanp	Non-exempt Stamp	Total Transactions	Tax Collected	Average Selling Price
January	43	38	81	$ 283,329	$ 2,485,268	48	39	87	$ 53,532	$ 457,422
February	43	40	83	$ 198,678	$ 1,655,605	40	44	84	$ 55,158	$ 417,826
March	50	39	89	$ 54,747	$ 467,900	47	53	100	$ 62,217	$ 391,225
April	55	58	113	$ 72,966	$ 419,264	51	64	115	$ 255,270	$ 1,329,457
Total				$ 609,720	$ 1,257,009				$ 426,177	$ 648,982

During April 2026, the Village issued 113 real estate transfer tax stamps, of which 55 were exempt and 58 were non-exempt. During the month under review, the Village collected $72,966 in real estate transfer taxes. The average real estate selling price was $419,264. At the same time last year (April 2025), the Village sold 115 transfer tax stamps, of which 51 were exempt and 64 were non-exempt. In the same month last year, the Village collected real estate transfer tax totaling $255,270, and the average selling price was $1.3 million. Some large value commercial and multi-family property transactions are impacting on the average sale price and the monthly collection amounts.

Respectfully Submitted,
Amit Thakkar
Director of Finance